Archer & Greiner
A Professional Corporation
One Centennial Square
P.O. Box 3000
Haddonfield, New Jersey 08033-0968
(856) 795-2121
By: Steven J. Fram, Esquire

# IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

PATRICK BRADY, et al.,	)
Plaintiffs,	)
v.	) Civil Action No. 02-2917 (JEI)
AIR LINE PILOTS ASSOCIATION, INTERNATIONAL,	) ) )
Defendant.	)

# DECLARATION OF STEVEN J. FRAM, ESQUIRE, IN SUPPORT OF DEFENDANT'S COMPANION MOTION FOR NEW TRIAL PURSUANT TO FED. R. CIV. P. 59 OR FOR DISMISSAL

#### STEVEN J. FRAM hereby declares as follows:

- 1. I am a member of the Bar of this Court and am a shareholder in the law firm of Archer & Greiner, P.C., attorneys for Defendant, Air Line Pilots Association, International.
- 2. I am submitting this Declaration in order to provide copies of certain deposition and trial transcripts and other materials that are referred to in the brief being filed by Defendant

on August 10, 2011, in support of the Defendant's Companion Motion for New Trial Pursuant to Fed. R. Civ. P. 59 for Dismissal.

3. True and correct copies of excerpts of deposition transcripts and trial transcripts and trial exhibits are attached as follows to this Declaration:

#### **EXHIBIT DESCRIPTION**

#### **Deposition Transcripts**

Deposition of Mark Hunnibell dated October 24, 2006
 Deposition of John Clark dated December 1, 2006
 Deposition of Jeff Brundage dated September 12, 2008

#### **Trial Transcripts**

D	Trial Transcript, Volume 2, of June 8, 2011
E	Trial Transcript, Volume 3, of June 9, 2011
F	Trial Transcript, Volume 4, of June 13, 2011
G	Trial Transcript, Volume 7, of June 16, 2011
Н	Trial Transcript, Volume 9, of June 22, 2011
I	Trial Transcript, Volume 10, of June 23, 2011
J	Trial Transcript, Volume 11, of June 27, 2011
K	Trial Transcript, Volume 12, of June 28, 2011
L	Trial Transcript, Volume 13, of June 29, 2011
M	Trial Transcript, Volume 14, of June 30, 2011
N	Trial Transcript, Volume 15, of July 5, 2011
O	Trial Transcript, Volume 16, of July 6, 2011
P	Trial Transcript, Volume 17, of July 7, 2011
Q	Trial Transcript, Volume 18, of July 11, 2011
R	Trial Transcript, Volume 19, of July 12, 2011

#### **Trial Exhibits**

S	P-3, Letter from Mark Hunnibell to Ronald Rindfleisch attaching receipts for
	Primadata and travel, dated December 18, 2001
T	P-357, Flight Pay Loss Denials by Jalmer Johnson, dated December 12, 2001
U	D-13, TWA-MEC Resolution #01-64, dated April 2, 2001
V	D-50, Letter from Jalmer Johnson to Kevin Dillion, dated August 29, 2001
W	D-94 Letter from Duane Waerth to Senator Christopher Rand, dated October 4

W D-94, Letter from Duane Woerth to Senator Christopher Bond, dated October 4, 2001

D-136, Memorandum from Ana McAhron-Schulz to Duane Woerth re: TWA MEC Merger Committee Request, dated August 3, 2001
D-158, ALPA Executive Council Resolution AI #25, dated May 21, 2001
D-159, ALPA Executive Board Resolution AI #23, dated May 22-24, 2001
D-160, ALPA Executive Council Resolution AI #36, dated September 24-28, 2001
D-165, Letter from Duane Woerth to Representative Jerry Lewis, dated December 10, 2001
D-172, TWA-MEC Information Update, dated December 19, 2001
D-200, Letter from Jeff Brundage to Duane Woerth, dated December 12, 2001 D-233, Letter from Robert Pastore to Duane Woerth, dated July 10, 2001

Pursuant to 28 U.S.C. §1746, I declare under penalty of perjury that the foregoing is true and correct. Executed on August 10, 2011.

Steven J. Fram, Esquire

7016338v1

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 4 of 272 PageID: 10951

# Exhibit A

10/24/2006

Mark Hunnibell

Page 1

IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY Cause No. 02-2917-JEI-AMD

----x

LEROY "BUD" BENSEL, et al.,

Plaintiffs,

Vs.

AIRLINE PILOTS ASSOCIATION,

Defendant.

\_\_\_\_\_X

DEPOSITION

The deposition of CAPTAIN MARK HUNNIBELL, taken on behalf of the Plaintiffs in the hereinbefore entitled action, before Francine Garb, a Certified Shorthand Reporter and Notary Public within and for the State of Connecticut, commencing at 10:00 a.m., on October 24, 2006, at the offices of Brandon Smith Reporting, Six Landmark Square, Stamford, Connecticut 06901.

Brandon Smith Reporting

10/24/2006

Mark Hunnibell

Page 4

Page 2

APPEARANCES: FOR THE PLAINTIFFS: GREEN, JACOBSON & BUTSCH, P.C. Suite 700, Pierre Laclede Center 7733 Forsyth Boulevard St. Louis, Missouri 63105 BY: ALLEN P. PRESS, ESQ. - and -

TRUJILLO, RODRIGUEZ & RICHARDS, LLC 8 Kings Highway West Haddonfield, New Jersey 08033 BY: NICOLE M. ACCHIONE, ESQ.

FOR THE DEFENDANT: KATZ & RANZMAN, P.C. 5028 Wisconsin Avenue, N.W. Washington, D.C. 20016 BY: DANIEL M. KATZ, ESQ.

ALSO PRESENT: ROBIN KORMOS, VIDEOGRAPHER

HAMILTON COMMUNICATIONS

THE VIDEOGRAPEHER: We are now on the record. This is the deposition of Mark Hunnibell, taken on behalf of the Plaintiff in the case of Leroy "Bud" Bensel, et al., versus Airline Pilots Association, Case No.

02-2917-JEI-AMD, filed in the United States District Court for the District of New Jersey.

Today's date is October 24, 2006. The time on the videotape record is 10:04 a.m. This deposition is being held at 6 Landmark Square, Stamford, Connecticut. My name is Robin Kormos, representing Hamilton

Communications of 1442 Essex Road, Westport, Connecticut.

Would counsel please introduce yourselves for the record.

MR. PRESS: Allen Press is here for the Plaintiff class of former TWA pilots.

MR. KATZ: I'm Daniel Katz of the Washington, D.C. law firm of Katz & Ranzman.

I represent Defendant, Airline Pilots

Association.

1

2 3

4

13

14

16

Page 3

IT IS HEREBY STIPULATED AND AGREED, by and between the attorneys for the respective parties hereto, that the sealing and filing of the within deposition be, and the same hereby are waived; and

that the transcript may be signed before any Notary Public with the same force and effect as if signed before the Court.

IT IS FURTHER STIPULATED AND AGREED that all objections, except as to the form of the question, shall be reserved to the time of trial.

Page 5

MARK HUNNIBELL

THE VIDEOGRAPHER: Will the court

reporter please swear in the witness.

MARK HUNNIBELL,

5 the witness herein, giving his address as 376

Black Rock Turnpike, Redding, Connecticut 06896,

was duly sworn and testified as follows: 7

DIRECT EXAMINATION

BY MR. PRESS:

10 Q Mr. Hunnibell, can you start by stating

your name for the record. 11 12

A It's Mark Hunnibell.

Where do you live, sir?

A 376 Black Rock Turnpike in Redding,

15 Connecticut.

Q That is where you live?

17 A Yes.

Q Are you currently employed? 18

19 Α Yes.

20 O Where is that?

21 A American Airlines.

Before I start, I want to make sure that 22

23 you did receive a letter that I sent yesterday.

Q No, I did not. 24

25 Well, I sent it actually Friday, and

2 (Pages 2 to 5)

Brandon Smith Reporting

10/24/2006

Mark Hunnibell

	Page 50		Page 52
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	about this deposition?	2	labor lawyers, explain what you mean by these
3	A No.	3	cards. What's the purpose of the cards?
4	Q Earlier in the deposition you mentioned	4	A The cards were cards that I sent out in
5	that you had met with Mr. Rindfleisch?	5	conjunction with my campaign for Vice President,
6	A Yes.	6	actually, and they are cards that say we sent
7	Q And he's one of the organizers at ALPA,	7	them to every APA member, or that was the idea
8	right?	8	anyway. And the intent was that pilots would sign
9	A I believe so.	9	and return these cards, and we would get enough of
10	Q When was the first time you met with him	10	them, which in this case, my understanding is we
11	in connection with trying to organize the American	11	would need 51 percent, because the pilots were
12	Airline pilots to join ALPA?	12	already represented. And once we got enough of
13	A That is a question I felt confident that	13	them, that we would request an election.
14	you would ask, and I can't say for sure. I think	14	What the cards themselves said was I
15	it's possible we may have met sometime late in	15	want to have a representation election on the
16	2001 or 2002. I don't know.	16	property at American, and I want ALPA to be my
17	Q It's possible, certainly sitting here	17 18	representative, something like that. And then the people would fill it out and mail it back.
18	today, your best memory, you are saying it's	19	O And they are, physically, like little
19	possible you met him in the year 2001 in	20	postcards?
20	connection with trying to organize the American	21	A They are postcards, yes.
21 22	Airline pilots to join ALPA?	22	Q When were they mailed out?
ł .	A I would say it's possible. I would be more confident in saying it's the year 2002.	23	A I think I mailed them at the end of my
23		24	campaign. I think it was probably either the
25	Q And that would be the winter of 2002? A I think if I met with him, it was	25	beginning of May or middle of May, 2001. It's
123			Page 53
	Page 51	_	
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	probably after we had run out of time on the	2	possible that it was in June, but I don't think it was. I'm trying to remember the time line on that
3	cards.	4	election, and I don't think I went to run off in
4	Q What does that mean?	5	that election, which would have meant it was
5	A Well, the card campaign that we were running timed out. There is they are only good	6	probably a May campaign.
6 7	for a year, and then you have got to go back and	7	Q You said these cards, once signed, they
8	resolicit signatures, and we didn't do that. So,	8	are good for 12 months, right? That is your
9	we let the cards expire, and then we transitioned	9	understanding?
10	to an effort to generate political support for a	10	A Yes.
11	merge.	11	Q During what period were you receiving
12	O You said a whole bunch there.	12	signed cards back from American pilots?
13	A I'm sorry.	13	A Well, I never received them.
14	Q Don't apologize to me.	14	Q Where did they go?
15	TI 10 4 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	15	A They went to the post office in
16	The 12-month limitation you are talking		
1	The 12-month limitation you are talking about, what you are saying is that once these	16	California.
17		17	Q That would be John Clark's post office?
	about, what you are saying is that once these	17 18	Q That would be John Clark's post office? A John got them, yes.
17	about, what you are saying is that once these campaign cards go out to the membership, you have	17 18 19	<ul><li>Q That would be John Clark's post office?</li><li>A John got them, yes.</li><li>Q How long was he receiving signed cards;</li></ul>
17 18	about, what you are saying is that once these campaign cards go out to the membership, you have 12 months to  A Twelve months from the date the individual signed, it times out. That is my	17 18 19 20	Q That would be John Clark's post office? A John got them, yes. Q How long was he receiving signed cards; do you know?
17 18 19	about, what you are saying is that once these campaign cards go out to the membership, you have 12 months to  A Twelve months from the date the individual signed, it times out. That is my understanding. My understanding is that the	17 18 19 20 21	Q That would be John Clark's post office? A John got them, yes. Q How long was he receiving signed cards; do you know? A I don't know. It was over the course of
17 18 19 20 21 22	about, what you are saying is that once these campaign cards go out to the membership, you have 12 months to  A Twelve months from the date the individual signed, it times out. That is my understanding. My understanding is that the National Mediation Board will not accept as valid	17 18 19 20 21 22	Q That would be John Clark's post office? A John got them, yes. Q How long was he receiving signed cards; do you know? A I don't know. It was over the course of the year. They came and trickled you get an
17 18 19 20 21 22 23	about, what you are saying is that once these campaign cards go out to the membership, you have 12 months to  A Twelve months from the date the individual signed, it times out. That is my understanding. My understanding is that the National Mediation Board will not accept as valid a card that was executed more than 12 months	17 18 19 20 21 22 23	Q That would be John Clark's post office? A John got them, yes. Q How long was he receiving signed cards; do you know? A I don't know. It was over the course of the year. They came and trickled you get an initial bunch, and then they kind of trickled out.
17 18 19 20 21 22	about, what you are saying is that once these campaign cards go out to the membership, you have 12 months to  A Twelve months from the date the individual signed, it times out. That is my understanding. My understanding is that the National Mediation Board will not accept as valid	17 18 19 20 21 22	Q That would be John Clark's post office? A John got them, yes. Q How long was he receiving signed cards; do you know? A I don't know. It was over the course of the year. They came and trickled you get an

14 (Pages 50 to 53)

10/24/2006

Mark Hunnibell

1	Page 54		Page 56
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	testimony about meeting with Mr. Rindfleisch with	2	wrong.
3	some notion about this 12-month time period, and	3	But, anyway, how many times have you met
4	I'm getting the flavor that you are getting cards	4	with Mr. Rindfleisch?
5	in over a long time period. So how does that help	5	A I would say it's possible, I think,
6	you answer when you met with Mr. Rindfleisch?	6	three times at most. At most.
7	A What I mean is that I believe that it	7	Q Over what period of time, stating it in
8	was not until after we realized that we weren't	8	months?
9	going to get enough cards, and we were going to	9	A Well, assuming that I'm correct in my
10	have to pursue a different strategy if we were	10	recollection, that it was in mid 2002 when I met
11	going to do this.	11	him the first time, 15 months.
12	Q Is it your testimony, sir, that the	12	Q So three times over a 15-month period?
13	first time you met Mr. Rindfleisch was after your	13	A Right.
14	card campaign had failed?	14	Q And it's your best recollection that the
15	A Well, I don't know that I would	15	time period began in mid 2002 now?
16	characterize it as a failure. We just stopped the	16	A Yes. After the time-out on the cards,
17	effort.	17	yes.
18	Q You didn't get the 51 percent threshold?	18	Q Are you backing away from your testimony
19	A I would say that that is accurate, yes.	19	that it could have been possible you met him in
20	Q The first time you met with this	20	'01?
21	gentleman was after	21	A Yes. And it is possible that I could
22	A That is the question. I don't know.	22	have. It's possible. I cannot if you just
23	That, I don't know. My sense is that is the case.	23	said yes, you were there, yes, you are right, I
24	Q And do you keep a daytimer or anything	24	was there. I can't say that I wasn't. It's just
25	that reflects your meetings with people?	25	my recollection was that is that it was later.
	Page 55		Page 57
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	A Not no, not that.	2	It but if it was, then I would say, like, we
3	Q When meeting with Mr. Rindfleisch, you	3	met them later, too, so it would be a longer
4	would have e-mailed him to set up the meeting or	4	period than 15 months.
5	confirm the meeting, where you are going to meet,	5	Q Your first meeting with the gentleman,
6	what time, right?	6	where was it?
7	A Yes. And I think that you know, to	7	A That is the problem I'm having. I don't
8	be honest, I don't even know. I'm not trying to	8	know that I met him that day, but my John and I
	be evasive or anything, I don't really know when I	9	traveled to Washington, D.C. at some point, and I
9	met him. I know that I did at one point, but I can't remember the context. But that meeting, I	11	can't say for sure when that was, but we traveled to Washington, D.C., and we met I believe we
10			
10 11	think was probably something that John set up. I	1 12	met him at that time
10 11 12	think, was probably something that John set up. I	12	met him at that time.  O You and Mr. Clark went to Washington
10 11 12 13	don't remember exactly. I know that I didn't have	13	Q You and Mr. Clark went to Washington,
10 11 12 13 14	don't remember exactly. I know that I didn't have a lot to do with it.	13 14	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks?
10 11 12 13 14 15	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help.	13 14 15	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks? A That was the intent, yes.
10 11 12 13 14 15 16	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is	13 14	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks?
10 11 12 13 14 15	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is that where you met Mr. Rindfleisch?	13 14 15 16	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks? A That was the intent, yes. Q Did you carry out that intent? Did you
10 11 12 13 14 15 16 17	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is	13 14 15 16 17	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks? A That was the intent, yes. Q Did you carry out that intent? Did you meet with them?
10 11 12 13 14 15 16 17	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is that where you met Mr. Rindfleisch?  A I have never been to Vegas to meet	13 14 15 16 17 18	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks? A That was the intent, yes. Q Did you carry out that intent? Did you meet with them? A Very briefly, yes. And and like I
10 11 12 13 14 15 16 17 18 19 20 21	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is that where you met Mr. Rindfleisch?  A I have never been to Vegas to meet Mr. Rindfleisch, no. Q Who did you meet in Las Vegas in connection with the ALPA organization effort?	13 14 15 16 17 18 19 20 21	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks?  A That was the intent, yes. Q Did you carry out that intent? Did you meet with them? A Very briefly, yes. And and like I said, I don't know I'm trying to sort of connect these things, I'm trying to put these pieces together. Not that there were so many
10 11 12 13 14 15 16 17 18 19 20 21 22	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is that where you met Mr. Rindfleisch?  A I have never been to Vegas to meet Mr. Rindfleisch, no. Q Who did you meet in Las Vegas in connection with the ALPA organization effort? A I didn't meet anybody in Las Vegas.	13 14 15 16 17 18 19 20 21 22	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks? A That was the intent, yes. Q Did you carry out that intent? Did you meet with them? A Very briefly, yes. And and like I said, I don't know I'm trying to sort of connect these things, I'm trying to put these pieces together. Not that there were so many things, but it was kind of a blur to me. I
10 11 12 13 14 15 16 17 18 19 20 21 22 23	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is that where you met Mr. Rindfleisch? A I have never been to Vegas to meet Mr. Rindfleisch, no. Q Who did you meet in Las Vegas in connection with the ALPA organization effort? A I didn't meet anybody in Las Vegas. Q You didn't meet anybody in Las Vegas?	13 14 15 16 17 18 19 20 21 22 23	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks?  A That was the intent, yes. Q Did you carry out that intent? Did you meet with them?  A Very briefly, yes. And and like I said, I don't know I'm trying to sort of connect these things, I'm trying to put these pieces together. Not that there were so many things, but it was kind of a blur to me. I traveled down the night before, and John had done
10 11 12 13 14 15 16 17 18 19 20 21 22	don't remember exactly. I know that I didn't have a lot to do with it.  Q Let me see if I can help. Was that the meeting in Las Vegas? Is that where you met Mr. Rindfleisch?  A I have never been to Vegas to meet Mr. Rindfleisch, no. Q Who did you meet in Las Vegas in connection with the ALPA organization effort? A I didn't meet anybody in Las Vegas.	13 14 15 16 17 18 19 20 21 22	Q You and Mr. Clark went to Washington, D.C. to meet with some ALPA folks? A That was the intent, yes. Q Did you carry out that intent? Did you meet with them? A Very briefly, yes. And and like I said, I don't know I'm trying to sort of connect these things, I'm trying to put these pieces together. Not that there were so many things, but it was kind of a blur to me. I

15 (Pages 54 to 57)

10/24/2006 Mark Hunnibell

	Page 94		Page 96
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	A I don't think so. No, I don't think I	2	Q I think you did. I'm sorry.
3	did.	3	Bob Christy?
4	Q What about any of the lawyers over	4	A I don't know who that is. I don't think
5	there? Jonathan Cohen, did you ever talk to or	5	so. So I don't know who that is.
6	e-mail him?	6	Q Let's move on to something else oh,
7	A Cohen?	7	Bill Roberts, how about him, did you e-mail him?
8	Q Yes.	8	A I don't know. I mean, you are asking me
9	A I don't think so.	9	these questions, and if you got an e-mail, it
10	Q How about a fellow named Clay Warner,	10	would be helpful because I can't I don't know
11	did you ever correspond with him in writing or	11	what they do or what like I said, my e-mails
12	e-mail?	12	really focused on this, and that one exchange with
13	A What department does he work?	13	benefits, or pension department or something like
14	Q He's a lawyer, Legal.	14	that.
15	A I don't recall. I don't recall doing	15	Q Very good. I think we have closed the
16	that. I had some unrelated correspondence, and I	16	loop on that, then.
17	don't know when it was, regarding some analysis	17	A The I will tell you that I am a
18	that I had done on retirement plans for pilots.	18	member of ALPA, I'm an inactive participant. And
19	And I remember sending my analysis to somebody at	19	so to some extent I may have had communications
20	ALPA saying, hey, do I understand the features of	20	with membership and things like that.
21	these plans correctly? And I think I got a reply	21	Q Do you remember talking with Ron
22	back from them, but that had nothing to do with	22	Rindfleisch or Jerry Mugerditchian concerning
23	this campaign.	23	getting your expenses reimbursed for your
24	Q Let me go through a list of names and	24	ALPA-related expenses?
25	entities, and I'm going to ask you the same	25	A I think I don't remember discussing
	Page 95		Page 97
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	question: Did you ever exchange e-mails with this	2	it directly. Obviously, we have a letter here
3	person or company?	3	that talks about it. I think most of my
4	A And this is all prior to this date?	4	expectations in that regard came from discussions
5	Q Right. And I'm limiting my question	5	with John Clark, and John Clark was adamant that
6	regarding your campaign.	6	we keep records of our expenses, and that we would
7	A Okay.	7	seek reimbursement for them.
8	Q And the first one I'm going to give you	8	Q You are referring to what?
9	is Jalmer Johnson; did you ever exchange e-mails	9	A It looks like Exhibit 3, and there's
10	with him regarding your ALPA campaign?	10 11	this letter of December 18th from me.
11	A I don't believe I did, no.	12	Q Obviously, that letter relates to a request for reimbursement, right?
1 7 7	O Howard Attorion?	13	A So it would be rather obvious that I had
12	Q Howard Attarian?		
13	A It is possible.	ı	
13 14	<ul><li>A It is possible.</li><li>Q A fellow named Randy Babbitt?</li></ul>	14	the expectation of being reimbursed.
13 14 15	<ul><li>A It is possible.</li><li>Q A fellow named Randy Babbitt?</li><li>A I am almost positive I had nothing to do</li></ul>	14 15	the expectation of being reimbursed.  Q And that expectation came from a
13 14 15 16	A It is possible. Q A fellow named Randy Babbitt? A I am almost positive I had nothing to do with Randy Babbitt.	14 15 16	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?
13 14 15 16 17	A It is possible. Q A fellow named Randy Babbitt? A I am almost positive I had nothing to do with Randy Babbitt. Q A lawyer in New York named Seltzer or	14 15 16 17	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?  A I think it probably came indirectly to
13 14 15 16 17 18	A It is possible. Q A fellow named Randy Babbitt? A I am almost positive I had nothing to do with Randy Babbitt. Q A lawyer in New York named Seltzer or anybody at his firm named Cohen, Weiss & Simon?	14 15 16 17 18	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?  A I think it probably came indirectly to me that John felt that the only way that we were
13 14 15 16 17 18 19	A It is possible.  Q A fellow named Randy Babbitt?  A I am almost positive I had nothing to do with Randy Babbitt.  Q A lawyer in New York named Seltzer or anybody at his firm named Cohen, Weiss & Simon?  A I don't believe so, no.	14 15 16 17 18 19	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?  A I think it probably came indirectly to me that John felt that the only way that we were going to get reimbursed would be if we could
13 14 15 16 17 18 19 20	A It is possible. Q A fellow named Randy Babbitt? A I am almost positive I had nothing to do with Randy Babbitt. Q A lawyer in New York named Seltzer or anybody at his firm named Cohen, Weiss & Simon? A I don't believe so, no. Q A lawyer in Washington, D.C. named	14 15 16 17 18 19 20	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?  A I think it probably came indirectly to me that John felt that the only way that we were going to get reimbursed would be if we could substantiate our expenses, so this was an attempt
13 14 15 16 17 18 19 20 21	A It is possible. Q A fellow named Randy Babbitt? A I am almost positive I had nothing to do with Randy Babbitt. Q A lawyer in New York named Seltzer or anybody at his firm named Cohen, Weiss & Simon? A I don't believe so, no. Q A lawyer in Washington, D.C. named Wilder, Roland Wilder?	14 15 16 17 18 19 20 21	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?  A I think it probably came indirectly to me that John felt that the only way that we were going to get reimbursed would be if we could substantiate our expenses, so this was an attempt to substantiate the expenses. And I think we had
13 14 15 16 17 18 19 20 21 22	A It is possible. Q A fellow named Randy Babbitt? A I am almost positive I had nothing to do with Randy Babbitt. Q A lawyer in New York named Seltzer or anybody at his firm named Cohen, Weiss & Simon? A I don't believe so, no. Q A lawyer in Washington, D.C. named Wilder, Roland Wilder? A The name sounds familiar, but I don't	14 15 16 17 18 19 20 21 22	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?  A I think it probably came indirectly to me that John felt that the only way that we were going to get reimbursed would be if we could substantiate our expenses, so this was an attempt to substantiate the expenses. And I think we had the idea that we were going to get reimbursed, but
13 14 15 16 17 18 19 20 21	A It is possible. Q A fellow named Randy Babbitt? A I am almost positive I had nothing to do with Randy Babbitt. Q A lawyer in New York named Seltzer or anybody at his firm named Cohen, Weiss & Simon? A I don't believe so, no. Q A lawyer in Washington, D.C. named Wilder, Roland Wilder?	14 15 16 17 18 19 20 21	the expectation of being reimbursed.  Q And that expectation came from a conversation from somebody at ALPA?  A I think it probably came indirectly to me that John felt that the only way that we were going to get reimbursed would be if we could substantiate our expenses, so this was an attempt to substantiate the expenses. And I think we had

25 (Pages 94 to 97)

10/24/2006

Mark Hunnibell

	Page 102		Page 104
	Page 102		
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	conversation occurred, it was well prior to this.	2	AFTERNOON SESSION
3	This was not a conversation that occurred in	3	(Time Noted: 12:58 p.m.)
4	December 18th, you know, December 18th or	4	(10/14/01 e-mail marked Plaintiffs'
5	anything like that. It was months earlier that	5	Exhibit 5 for identification.)
6	there was any kind of notion.	6	THE VIDEOGRAPHER: 1:16, we're on the
7	And so I tried to keep track of my	7	record.
8	expenses, and then at the end of year it was like,	8	BY MR. PRESS:  O Mr. Hunnibell, when we broke I was
9 10	okay, look, let's figure out where we're at with the finances and send them a bill, so to speak,	10	searching for an exhibit, and I found it and I
11	and see what happens.	11	have marked it Exhibit 5.
12	Q And you were saying that this was	12	A Okay.
13	probably a while prior	13	MR. KATZ: Do you have copies of that
14	A I wouldn't say a while prior, but there	14	for me?
15	was not a conversation that took place, that I	15	MR. PRESS: Oh, I'm sorry, yes.
16	believe, in December that says, hey, send us your	16	Q This, again, as you will note, is an
17	expenses. I don't think that ever occurred	17	ALPA document, and at the bottom you will see it's
18	between John Clark and anybody at ALPA. I think	18	marked ALPA. It's an e-mail, it says, from John
19	what happened, we got to the end of the year, we	19	Clark to Jerry Mugerditchian, dated October 14,
20	started looking at where we were going and stuff,	20	2001.
21	and thought if we're even thinking about getting	21	A Okay.
22	reimbursed, we got to submit something.	22	Q Have you ever seen this before?
23	Q Let me show you a document. I think you	23	A Well, I was a recipient of it, so I
24	have created a nexus in my brain that maybe will	24	probably saw it.
25	make some sense to you now.	25	Q That was going to be my next question.
	Page 103		Page 105
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	THE VIDEOGRAPHER: It's 12:20, we're	2	A I see that I'm a CC on it.
3	going off the record.	3	Q So you remember receiving this document?
4	(Time noted: 12:15 p.m.)	4	A I can't say that I remember receiving
5	(Luncheon recess taken)	5	it. Like I think I previously testified, that I
6		6	remember that this was something that we had been
7		7	talking about for a while prior to the December
8		8	letter. So I think I think it's possible that
9		9	the December letter that you that was in
10	!	10	Exhibit 3 talked about a spreadsheet, and I think
11		11	that that is probably the spreadsheet that was
12 13	l	12 13	attached to this.  Q And specifically, you are referring to
14	Į	14	the next several pages that are attached to
15	· ·	15	Exhibit 5?
16	· ·	16	A Right. That is probably a printout of
17	l	17	my work product.
18		18	Q That is a spreadsheet you created, you
19		19	think?
20		20	A Probably, yes.
21		21	Q And just for the record, it's a
22		22	spreadsheet of the expenses that you had incurred
23		23	trying to organize this campaign, right?
24		24	A That's correct.
25		25	Q And you sent that spreadsheet, or

27 (Pages 102 to 105)

10/24/2006

Mark Hunnibell

	Page 158		Page 160
1	MARK HUNNIBELL	1	MARK HUNNIBELL
1 2	occurred in September of 2000. As I mentioned	2	happen to it and things like that.
3	earlier in my testimony, that was following the	3	Q But the fine wasn't the driver for
4	failure of a tentative agreement that I had voted	4	inviting Captain Woerth to the board meeting?
5	in favor of, the President had adamantly	5	A No. I think that I'm trying to
6	supported, that would be President Richard Lavoy.	6	remember. There were a number of resolutions at
7	And subsequent to the failure of that tentative	7	different domiciles over the summer or in January
8	agreement, and I would say subsequent to this, not	8	that year saying, hey, listen, we got to look at
9	in any relation to this, but subsequent to this,	9	this, let's look at forming up a merger committee,
10	President Woerth was invited there, I believe, by	10	let's go to ALPA.
11	President Lavoy. I believe that to be the case.	11	So I think that his appearance there
12	Nobody at APA, I don't think, pursued it, having	12	might have been triggered by President Levoy
13	him come.	13	looking at these resolutions being on the agenda
14	Other than that, as far as I know, I	14	for the meeting and say, listen, we're going to
15	don't know anything about it. I was surprised he	15	discuss this, let's have the guy come and talk to
16	came, and I was surprised at what he said, but	16	us about it before we can make this a resolution.
17	Q What surprised you as to what he said?	17	I think that is the context of this problem.
18	A The open overture of it. It was an open	18	Q Tell me if this is true or not: Was it
19	session overture open session overture to the	19	true that American Airlines wanted the APA off the
20	American Airlines pilot group, and I was pleased.	20	property because of the way the Reno merger was
21	It was a pleasant surprise, but I was surprised	21	handled?
22	nonetheless.	22	A No, I don't think so. I don't think so.
23	But I also had to say that to the extent	23	Q You answered my question.
24	that you want to infer that my campaign in 2004,	24	I'm going to hand you Exhibit 10.
25	as some people would, was about going back to	25	(String of e-mails marked Plaintiffs'
	Page 159		Page 161
1	MARK HUNNIBELL	1	MARK HUNNIBELL
2	ALPA, there was certainly that many number of	2	Exhibit 10 for identification.)
3	people who believed that that was Rich Lavoy's	3	BY MR. PRESS:
4	hidden agenda, if you will. For all of these	4	Q Exhibit 10 is an e-mail well, the
5	years, he just wanted to go back to ALPA. I don't	5	first e-mail is dated November 21st of 2000 from
6	think that was his purpose. I think his purpose	6	Sue Pyle. Who is she?
7	was to get the issue out in debate in front of the	7 8	A She is the Executive Secretary.
8	membership to talk about it.	9	Q And basically the next pages, it's a long document, is this a transcript of Captain
9 10	Q Was one of the purposes to somehow get out of the \$45 million judgment that had been	10	Woerth's speech to the APA board on
11	leveled against	1	October 27th, 2000?
12	A No. That was	12	A Well, presuming that this e-mail is
13	MR. KATZ: I am going to object to the	13	authentic, and I have no reason to believe it
14	question. This witness has no way of knowing	14	isn't, it appears to be saying that this is the
15	what was in Captain Levoy's head.	15	transcript, and if there is anything you want to
16	MR. PRESS: You can know what comes out	16	correct, let us know. And a little bit of fluff
17	of his mouth, though.	17	in there, but basically that is what he's saying.
18	A It was an issue not personal motive.	18	There's a number of pages of the
19	His motive? No, I have no expectation that his	19	transcript, and I think this transcript here
20	intent was to get ALPA to pay for that fine. That	20	has the actual comments of the board in it, and I
21	was preposterous. But it was a factor, and it's	21	think I made some comments at the meeting.
22	indicated in here, I think, somewhere about the	22	Q There is a comment attributed to you.
23	fine. There is some discussion about that fine.	23	A Right, yes.
24	Q It is.	24 25	Q Have you seen this before?
25	A So it was an issue of debate what would	123	A No.

41 (Pages 158 to 161)

10/24/2006

Mark Hunnibell

	Page 230
ERRATA SHEET	
NAME OF CASE: BENSEL, ET AL., VS AIR LIN	E PILOTS
ASSOCIATION	ETIEOTO
DATE OF DEPOSITION: OCTOBER 24, 2006	
WITNESS: MARK HUNNIBELL	
WITNESS. WARRIOTANDELL	
If there are any corrections to your deposition,	
indicate them on this sheet of paper, give the	
change, page number, line number, and reason for	
the change.	
PAGE LINE REASON FOR CHANGE	
CHANGE TO:	
PAGE LINE REASON FOR CHANGE	
CHANGE TO:	
PAGE LINE REASON FOR CHANGE	
CHANGE TO:	
PAGE LINE REASON FOR CHANGE	
CHANGE TO:	
PAGE LINE REASON FOR CHANGE	
CHANGE TO:	
PAGE LINE REASON FOR CHANGE	
CHANGE TO:	
PAGE LINE REASON FOR CHANGE	
(Notary Public My Commission Expires	
Brandon Smith Reporting Service	
44 Capitol Avenue	
Hartford, Connecticut 06106 (860) 549-1850	
(600) 545-1650	
Date: November 5, 2006	
To: Allen P. Press, Esq.	
Green Jacobson & Butsch, P.C.	
Suite 700 Pierre Laclede Center	
7733 Forsyth Boulevard	
St. Louis (Clayton) Mo. 63105 In re Leroy Bensel Vs. Air Line Pilots Association	
Deposition of: Captain Mark Hunnibell	
Deposition of: Captain Mark Hunnibell Date taken: October 24, 2006	
Date taken: October 24, 2006 Dear Mr. Press:	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me.	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me. Sincerely,	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me. Sincerely, Francine Garb	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me. Sincerely,	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me. Sincerely, Francine Garb	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me. Sincerely, Francine Garb Court Reporter	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me. Sincerely, Francine Garb Court Reporter	
Date taken: October 24, 2006 Dear Mr. Press: Enclosed please find the original and your copy of the deposition of Capt. Mark Hunnibell that was taken on October 24, 2006. The witness wishes to read and sign the deposition.  If you have any questions, please call me. Sincerely, Francine Garb Court Reporter	

59 (Pages 230 to 232)

Brandon Smith Reporting

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 13 of 272 PageID: 10960

# Exhibit B

Page 1

Cause No. 02-2917-JEI-AMD

IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

-000-

LEROY "BUD" BENSEL, et al.,

Plaintiffs,

vs.

AIR LINE PILOTS ASSOCIATION,

Defendants.

VIDEOTAPED DEPOSITION OF MAJ. JOHN B. CLARK, JR. FRIDAY, DECEMBER 1, 2006

INCLINE VILLAGE, NEVADA

Reported by: KIMBERLY J. WALDIE, NV CCR #720, RPR CALIFORNIA CSR #8696

Laurie Webb & Associates 517 S. 9th Street Las Vegas, Nv. 89101 1-800-982-3299

Major John B. Clark, JR. - December 1, 2006 Leroy "Bud" Bensel, et al. vs. Air Line Pilots Association

		Page 2	<u> </u>		Page 4
1		3+ -	1	EXHIBITS FOR IDENTIFICATION	5-
2	A DDE A D ANGEG OF GOUNGEL.		2	PAGE	
3	APPEARANCES OF COUNSEL:		3	43 Document entitled "Ron, Heads Up!"	151
4	For the Plaintiffs:		4		
5	GREEN JACOBSON & BUTSCH, P.C.		5	Witness's	100
6	BY: ALLEN P. PRESS, ESQ. 7733 Forsyth Boulevard, Suite 700		6	A Letter dated November 14, 2006, to Mr. Press, Re: Subpoena for Bensel,	182
1	Clayton, Missouri 63105		7	et al., v. Air Line Pilots Association	
7 8	For the Defendants:		8	<del></del>	
	(Appearing telephonically and via video conference		9		
9	for a portion of the proceedings.) KATZ & RANZMAN, P.C.		10		
10	BY: DANIEL M. KATZ, ESQ.		11 12		
11	5028 Wisconsin Ave., N.W., Suite 250 Washington, D.C. 20016		13		
12	•		14		
13	VIDEOGRAPHER: BILL STEPHENS		15		
14	ALSO PRESENT:		16		
15	LEROY "BUD" BENSEL		17 18		
16 17			19		
18			20		
19 20			21		
21			22		
22			23		
24 25			24 25		
حد		Page 3			Page 5
1	INDEX		1	CORRECTION LIST	
2	WITNESS EXAMINED BY PAGE		2	PAGE/LINE	
4	MAJ. JOHN B. CLARK, JR. MR. PRESS 10	•	3	THOE EN LE	
5 6			4		
7 8	EXHIBITS FOR IDENTIFICATION		5		
9	Plaintiff's		6		
11	34 Document entitled "ALPA Exploratory 20		7 8		
12	Committee Election at Fall Board Meeting"		9		
13	35 Document entitled "AEC Continuing 26 Operations"		10		
14	•		11		
15	36 Subpoena in a Civil Case 29		12		
16	37 Handwritten note on the letterhead of 33 Allied Pilots Association and related		13		
17	document		14		
1	38 Application for Delivery of Mail 99		15 16		
18 19	Through Agent dated 5-4-01 39 Document entitled "Allied Pilots 113		17		
20	Association Boston Domicile"		18		
1	40 Document dated Sat., 29 Sep 2001, 141		19		
21	Subject: Suggested examples for your reps		20		
22	41 Document dated Sat., 29 Sep 2001, 143		21		
23	Subject: Urgent - Immediate Action		22		
24	Required		23 24	-oOo-	
1	42 Document entitled "APA Information 144		25	-000-	
25	Hotline"				

2 (Pages 2 to 5)

Laurie Webb & Associates 517 S. 9th Street Las Vegas, Nv. 89101 1-800-982-3299

Page 96 Page 94 document, it's got -- it says ALPA, and there's a exists that there may have been. 2 number. Do you see that? 2 Q But sitting here today you are not aware of 3 A Uh-huh. 3 any? 4 Q And that would signify that Mr. Katz's law firm 4 A No. Q All right. 5 produced this. All right? 5 6 6 A Nor was I back then. A Okay. 7 7 Q And this is the way the document came to me. Q Now, you recall that there were two mailings 8 8 that you and/or Mr. Hunnibell were involved in of 9 Q Did you forward this e-mail on to somebody at 9 campaign cards. Right? 10 ALPA? Did you do that? 10 A Uh-huh. 11 A I can't tell you that. I have no idea. 11 Q All right. And the first one was -- well, the 12 Q Right. Okay. 12 first one, did it go to all the pilots, all the American 13 A I mean it -- since, you know, it looks to me 13 Airline pilots? 14 like whoever forwarded that information was redacted 14 A It went to whatever distribution list Prima from the top of this, I don't know. 15 15 Data had. 16 Q Fair enough. 16 Q Prima Data, what -- what's that? 17 A That's the firm that APA uses to send campaign A My guess is if Dennis Petretti was running for 17 president, that this was sent to as many pilots at mailers to. They provide the addresses of the pilots. 18 18 American Airlines as possible. Probably above 19 Q That was your intention, to --90 percent of them. So I could have been a recipient of 20 A APA provides the list -- the distribution list 21 this, but I don't know that I was, and I couldn't tell to Prima Data, and Prima Data sends it to that list. 21 22 you if I forwarded it. 22 You, as the candidate, don't get to see the list. 23 Q Fair enough. Now, if you look at the first 23 Q Can anybody call Prima Data and get a copy of paragraph of his e-mail --24 24 that list? 25 25 A Okay. A Absolutely not. Page 95 Page 97 Q -- Captain Petretti says, (Reading): I would Q That's proprietary to the union. Right? 1 1 like to preface my comments with the understanding that 2 A Of course. what I have -- should be "to say" -- what I have to say 3 Q Okay. And then there was a second mailing has to do with the recent and ongoing activity by APA 4 then. Was it your intention to mail to the same group 5 leadership in rejoining ALPA. of people at that time? 6 And my question is, as far as you know, what 6 7 activity was ongoing by APA leadership to rejoin ALPA in 7 O All right. Do you recall generally what the 8 April of 2001? 8 time frame was between the two mailings? 9 A The ALPA Exploratory Committee was probably 9 A No. showing up in their mailboxes as he was sending this. 10 10 O Was it more than six months? That's it. 11 11 A No, because the election cycle is not that 12 O That -- that was the only thing that the 12 long. O So it was less than six months? 13 leadership was undertaking at that point? 13 14 A That's it. 14 A I would say it was probably four to six weeks 15 Q All right. Other than you and Captain 15 at the most. 16 Hunnibell's effort, your grass roots campaign, if you 16 Q Okay. will, was there anybody else at the APA that was working 17 17 A If I recall that the cards were sent in late 18 to organize the American pilots to join ALPA? May or June, and you are showing me this saying that it 18 A There may have been. 19 19 was sent in mid-April, there's your four to six weeks. 20 Q And I know that you got some support along the 20 Q So sitting here and looking at the record that 21 way. But was there another, you know, significant 21 we have before us, you would -- you would draw the 22 effort underway that you know of? 22 inference or -- let me start over and ask a real A There may have been. 23 23 question. 24 Q Can you tell me anything about it? From everything that you know and you've seen 24 A No. I'm saying there is -- the possibility 25 25 today, you would believe that the first mailer went out

25 (Pages 94 to 97)

Page 98 Page 100 somewhere in -- in April and the second mailer went out office box for your campaign cards that get delivered to somewhere in May or June? you? Would that be fair? 3 A Yes. 3 A No, that's incorrect. 4 Q Okay. Now, the first mailer, the cards got --4 Q Tell me what it's for then. 5 you explained got chewed up in the post office equipment 5 A This is to establish the Business Reply Mail 6 account and tell them where the delivery -- or where --7 A Yeah. The cards were too small, so the second 7 what the address of the campaign is, and where those 8 ones we -- we sent out were a little bit larger. They 8 cards would be going. So no. The post office box we 9 had to be small enough to fit in an -- in an envelope. 9 had was not at the U.S. Post Office in Redondo Beach, 10 Q So you guys -- maybe not you personally, but --California. It was at a Mailboxes Et Cetera -or maybe you did do this. Who stuffed the envelopes Q Okav. 11 11 12 with the cards? 12 A -- on Artesia Boulevard. But this is a post 13 A Prima Data. 13 office form, and this is for a Business Reply Mail Q Prima Data did all that. The card hadn't been 14 14 account ---15 chewed up yet when it was shoved in the envelope. 15 Q Okay. And --16 Right? 16 A -- otherwise known as BRM. 17 A We didn't find that out until we started 17 Q And -- and by setting up this business reply 18 receiving them. 18 account -- what? -- do you get some favorable postage rates or something like that? What's the -- what's the 19 Q When they got returned to you, they would get 19 20 chewed up. That was the problem? 20 point? 21 A Yes. 21 A No. When you get something in the mail that 22 Q So people were responding to your first mailer. 22 says "no postage required" on it, and it has a permit 23 Right? 23 number on it, that's a BRM account. Okay? So anybody 24 A Yes. 24 who wants to establish a BRM account through the United 25 Q In a favorable way as far as you thought? States Post Office has to go through a plethora of Page 99 Page 101 A Well, if they sent a card in, that was 1 1 paperwork to establish that account. 2 favorable, yes. 2 Q All right. 3 Q Okay. 3 A Which is what I did. And this is one of many 4 A But not all of them were favorable responses. 4 of the pieces paper that I filled out with the Redondo 5 But yes. 5 Beach post office to establish the BRM account, and then 6 MR. PRESS: I've got a document -- Mr. Katz, 6 tell them what address was going to be printed on those 7 7 I'm going to mark -- it's a one-page document. It's got cards, which is the address you see here. Okay? And 8 the date May 4th, 2001, on top. It's a post office 8 that's where the cards were going to be going. 9 document. This was faxed to your office today. 9 But when you establish a BRM account, you put 10 MR. KATZ: Okay. Yeah. I have that. 10 money into the -- into escrow with the United States 11 MR. PRESS: Good. I'm going to mark it 11 Post Office, and then as the cards came in, they would 12 Exhibit 38, and I'm going to hand it to Mr. Clark. deduct off of -- off of that escrow account, they would 12 13 (Exhibit 38 marked for 13 take the money. Q Who holds the escrow? The post office? Identification.) 14 14 15 Q MR. PRESS: I've handed you Exhibit 38. Is --15 A Post office. well, you see the date up there in the top right, May 16 16 Q How do you -- how do you figure out how much 17 4th, '01? 17 money to put in escrow? Is that based upon how many 18 A Yep. 18 mailers you make? Q And is that your signature on the bottom 19 19 A I think they set a minimum, especially for someone who had never had a BRM account before. 20 right-hand corner? 20 A Yes. 21 21 Q Now, the money that funded that escrow account, 22 22 Q And this was some form that you filled out with that came from you personally? 23 the United States Post Office. Right? 23 A Yes, yeah. It was my funds. And I can't 24 A Yeah, in Redondo Beach, California. 24 remember how much it was. 25 Q And the purpose of this was to set up a post 25 Q Okay. So this was all work you did as part of

26 (Pages 98 to 101)

	Page 186		Page 188
1 2 3 4 5 6 7 8 9 100 111 122 133 14 15 16 17 18 19 20 21 22 23 24 25	and sign the deposition and make any corrections.  THE WITNESS: I'll make corrections if they're if those are any need to be made and then I will sign the corrected copy.  MR. PRESS: Right on. That's it.  THE WITNESS: Okay.  THE VIDEOGRAPHER: This concludes the deposition of John Clark on December 1st, 2006. The time going off record is 5:57 p.m.  (The proceedings concluded at 5:57 P.M.)	1 2 3 4 5 6 7 8 9 10 11 2 13 14 15 16 17 18 19 20 2 22 32 4 25	STATE OF
	Page 187	27	Page 189
1 2 3 4 5 6 7 8 9 10 11 12	I, KIMBERLY J. WALDIE, a Certified Shorthand Reporter licensed in the State of California and the State of Nevada, do hereby certify: That on FRIDAY, DECEMBER 1, 2006, at the Hyatt Regency Lake Tahoe, 111 Country Club Drive, Incline Village, Nevada, personally appeared MAJ. JOHN B. CLARK, JR., who was duly sworn to testify and deposed in the matter entitled herein; That said deposition was taken in verbatim stenotype notes by me, a Certified Shorthand Reporter, and thereafter transcribed into typewriting as herein appears;	1 2 3 4 5 6 7 8 9 10	OFFICER'S ACTIONS RE SIGNING OF DEPOSITION PURSUANT TO NEVADA RULES OF CIVIL PROCEDURE  DATE 12-11-06 AT DIRECTION OF COUNSEL THE WITNESS WAS SENT AN E-MAIL OF THE TRANSCRIPT
13 14 15 16	That the foregoing transcript, consisting of pages 1 through 186, is a full, true and correct transcription of my stenotype notes of said deposition to the best of my knowledge, skill and ability.	12 13 14 15	WITNESS SIGNED DEPO ORIGINAL SENT TO
17 18 19 20 21 22 23 24	I further certify that I am not a relative or employee of counsel of any of the parties, nor a relative or employee of any party involved in said action, nor financially interested in the action.  At the conclusion of the proceedings the witness requested the transcript be e-mailed to him.  Dated at Reno, Nevada, this 11th day of December, 2006.	16 17 18 19 20 21 22	OTHER ACTIONS
25	KIMBERLY J. WALDIE, CSR No. 8696 NV CCR #720, RPR	23 24 25	

48 (Pages 186 to 189)

# Exhibit C

### In The Matter Of:

Bensel v. Air Line Pilots Association

JEFFREY BRUNDAGE Vol. 1 September 12, 2008

REPORTING ASSOCIATES, LLC
Certified & Registered Professional Reporters
Cherry Hill -- Philadelphia -- Trenton
(888) 795-2323

www.ReportingAssociates.com



Original File 0912brun.txt

Min-U-Script® with Word Index

	Pogo 1	1		Dana 2
	Page 1			Page 3
1	IN THE UNITED STATES DISTRICT COURT	1	APPEARANCES CONTINUED:	
2	FOR THE DISTRICT OF NEW JERSEY	2	m i Bildiness con i inoss.	
3		1		
4	LEROY "BUD" BENSEL, et al.	3		
5	Plaintiffs	4	ON BEHALF OF AMERICAN	AIRLINES AND
6		5	DEPONENT, JEFF BRUN	DAGE:
		6	DONALD L. HAVERMANN	, ESQUIRE
7	AIR LINE PILOTS ASSOCIATION 02-2917 (JEI)	7	Morgan, Lewis &	Bockius
8	Defendant	8	1111 Pennsylvania	Avenue, N.W.
9	/	9	Washington, D.C.	
10		10	-	
11			Telephone: 202-7	
12	The Videotaped deposition of JEFF BRUNDAGE	11	Facsimile: 202-7	
13	was held on Friday, September 12, 2008, commencing at	12	E-mail: dhavermann@m	organlewis.com
1		13		
14	9:02 a.m., at the Law Offices of Morgan, Lewis &	14		
15	Bockius, 1111 Pennsylvania Avenue, N.W., Washington,	15	ALSO PRESENT: FRANCIS C. HEIL,	ESQUIRE
16	D.C. 20004, before Robert A. Shocket, a Notary Public.	16	Senior Attorney Amer	ican Airlines
17		17		
18		18		
19		19	ALSO PRESENT: DAVID VOIGTSBERGER,	Videographer
20		20	INDO TREBUIT. BRVID VOTOTSBERGER,	Videographer
21		1		
		21		
22		22		
23		23		
24	REPORTED BY: Robert A. Shocket	24		
	Page 2			Daga 4
1	· · · · · · · · · · · · · · · · · · ·		_	Page 4
	APPEARANCES:	1	INDE	х
2		2	Deposition of Jef	f Brundage
3	ON BEHALF OF THE PLAINTIFFS:	3	September 12	, 2008
4	LISA J. RODRIGUEZ, ESQUIRE	4		
5	NICOLE M. ACCHIONE, ESQUIRE	5	Examination by:	Page
6	Trujillo, Rodriguez & Richards, LLC	6	Ms. Rodriguez	6,77
7	258 Kings Highway East	7	Mr. Katz	56
8	Haddonfield, New Jersey 08033	8	•	55
9	•			
	Telephone: 856-795-9002	9		
10	E-mail: nacchione@trrlaw.com		Exhibit No.	Marked
11		11	Plaintiffs':	
12		12	193 Analyst Presentation	15
13	ON BEHALF OF THE DEFENDANT:	13	194 Letter, 3/30/01	23
14	DANIEL M. KATZ, ESQUIRE	14	195 Memo, 3/27/01	26
15	Katz & Ranzman, P.C.	15	196 Bates ALPA 035088-92	36
16	4530 Wisconsin Avenue, N.W.		197 Bates ALPA 036716-28	51
17	Suite 250	17		31
1				
18	Washington, D.C. 20016	İ	Defendants':	
19	Telephone: 202-659-4656	19	200 Letter, 10/12/01	68
20	E-mail: danielmkatz@comcast.net	20	201 Letter 10/24/01	72
21		21		
22		22		
23		23		
1				
24	(ADDEADANCES COMMINTER OF THE COMMINTER	24		
24	(APPEARANCES CONTINUED ON THE NEXT PAGE)	24		V THE

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

			September 12, 2000
	Page 25		Page 27
-	1 immediately prior to the agreement, the acquisition	1	our pilot group. And, I imagine that it was to update
1	2 agreement being signed. And I believe that Ann and	1	them on our interest in reaching an agreement that made
- 1	Chuck Marlette, who was, worked in the legal department	1	sense for the company but that would not in any way
	at American, were in meetings and that's how this		create friction as a result of offering employees jobs
	letter was exchanged.	1	from TWA.
6		6	_
1 7		7	
8	er	8	
9		9	
10	_	1	typically correspond with pilots?
11	ALPA about what exactly you meant by the reasonable	11	A Yeah. We, we use, we use telephone, we use
12		1	e-mail, we, you know, normal, regular interaction with
13		13	
14	discussion. And I'm going to jump forward a little bit	14	Q On the last page of this memo one, two,
15		15	
16	_	16	the state of the s
17		17	responsibility, you don't have a say in seniority
18	timeframe prior to the waiver of scope. Were there any	18	integration.
19	-	19	A Uh-huh.
20		20	Q Do you see that?
21	reasonable best efforts?	21	A Uh-huh.
22		22	Q Was that a concept that had been conveyed
23	still in the period where the TWA labor relations folks	1	to ALPA?
1	were handling the discussions. So, I have no knowledge	24	A The, Terry Hayes would have been very clear
-			
	Page 26		Page 28
1	,	1	with ALPA in his discussions as to why we wanted to
2	MS. RODRIGUEZ: Oh, shoot.	2	have certain provisions removed, American desired to
3	MR. HAVERMANN: Is that it?	3	have certain provisions removed from the ALPA scope
4		4	agreement, to go forward with the transaction. So, I
5	(Plaintiffs' Deposition Exhibit Number 195	5	mean, knowing what a, almost religious issue scope is
6	was marked for purposes of identification.)	6	with pilot groups, I can't fathom for a moment that
7	MR. HAVERMANN: You gave me two.	7	from the time Terry made the first request to the TWA
8	BY MS. RODRIGUEZ:	8	MEC that they didn't absolutely understand with
9	Q Do you recognize this document, Mr.	9	complete certainty the reasoning for a request to
	Brundage?	j	remove the scope language on Allegheny-Mohawk. I mean,
11	A If you would give me a second to read	11	that, that's, that is the pillar and key concept in the
12	through it.	t	scope language of those agreements so the pilots at
13	Q Sure.	13	each of those airlines spent a lot of time getting that
14	A It's not something that's obvious. Well,	14	information into the agreements.
15	it appears to be a memo that I wrote.	15	Q Were you involved at all in the, the
16	Q Do you	16	American Airlines decision to acquire parts of USAir.
17	A And considering that it was written in	17	A I was.
18	March of 2001, and I have written a few memos since	18	Q And was there the same issue with regard to
19	then, it's, on its face I'll just assume that it's	19	Allegheny-Mohawk rights in that decision?
20	correct.	20	A There was.
21	() Danaulaa sabasa I la	0.1	O Andreas there and a in the State of
	Q Do you know why you, do you have any	21	Q And was there a decision to, if that
22	recollection as to why you wrote this other than this		transaction was consummated, to allow USAir pilots to
22 23	recollection as to why you wrote this other than this	22	

24

A It appears as though it would have been to 24

A Well, I'll do my best. The USAir

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

Page 31

Page 32

Page 29

- 1 transaction, if I remember, had two or three
- 2 alternatives as to how we would move forward and United
- 3 was considering acquiring USAir and wanted to divest a
- 4 portion of the USAir assets. We recognized that the
- USAir, our ability to take both aircraft and people
- 6 from USAir had the exact same problems associated with
- 7 it that the TWA transaction did.
- And if I remember the transaction 8
- 9 correctly, there were a certain number of airplanes
- 10 that we would take without any people but then there
- 11 was, I think it was 757s; there were a number of 757s
- that United and USAir insisted that if we were to 12
- 13 acquire those aircraft we would have to take the people
- 14 with them.
- And the USAir contract had the same type of 15
- 16 Allegheny-Mohawk language in it. And we went to our
- 17 pilot group and said, look, we recognize that your
- agreement doesn't provide for this, we recognize that 18
- 19 this is not something that, you know, we asked them if
- they would waive it and they immediately said 20
- 21 absolutely not and so we said, well, what we'll do is
- 22 we'll try to convince you and your pilots that it makes 23 sense to take these aircraft and if you agree, then
- 24 what you will agree to do is take these pilots and use

told the pilots that it was really their decision

5 whether we were going to take those 757s because the

6 decision hinged on their willingness to integrate any

7 USAir pilots that came with those aircraft using an

Let me say it differently. We explicitly

- place for you.
- Q Well, prior to April 10th did you have any
- discussions with Terry Hayes about the filing of the
- 1113 motion?
  - Α Sure.
- Q What did you, what do you recall discussing 6 with him?
- 8 Well, American was very interested in
- acquiring the assets and if we -- if we were unable to negotlate a resolution with the TWA management, meaning
- that they were able to change their agreements to make them compliant with our request, one of the options
- would have been for TWA to have gone into the
- bankruptcy court and attempted to reject the TWA 14
- collective bargaining agreements. And, had that 15
  - occurred, it had the possibility of clearing the way for us to acquire the assets without these onerous
- 18 provisions that would have prevented the transaction.
- 19 Q Did you ever talk to Terry Hayes about the
- willingness of American to wait out the 1113 process? 20
- A My recollection is that we were very 21
- 22 anxious to conclude the transaction. And if you ask me
- 23 what caused us to be anxious, I'm not sure I could tell
- 24 you but I can tell you that having worked through that

Page 30

period of time we were very anxious to conclude the 1 Allegheny-Mohawk provisions to integrate them. That

- transaction and we were not interested in a long,
- drawn-out process. I don't know if that's responsive
- but that's the best of my memory.
- 6
- agreement issues? Allegheny-Mohawk type process. And they told us,
- first, the transaction didn't close but they also told 9
- us they weren't willing to do that. 10
- Are you familiar with the 1113 process at 11 12 all?
- 13 Α Yes.

never happened.

2

3

4

8

- And what's your familiarity based on? 14
- Well, I worked for an airline -- I was a 15
- 16 line pilot -- that went bankrupt so I got a little
- taste of 1113 and that process and obviously the events
- of the industry over the past four or five years, it's 18
- been debated pretty heavily. 19
- 20 Q Did you talk to Terry Hayes prior to TWA
- 21 filing their 1113 motion?
- A I, today I have no idea what the date of 22
- their filing was versus when I began to talk to Terry
- 24 Hayes, but so, I can't, I can't put that timing in

- - Q Did you ever give them a drop-dead date?
- And let me start, did you ever give Terry Hayes a
- drop-dead date for resolving the collective bargaining
- A Well, your word's drop-dead date. I think
- 10 we said to Terry on numerous occasions that this can't
- drag out and the commercial side had contemplated a
- date for closing and that would have been the date by
- which he needed to achieve either through collective
- bargaining or through an 1113 process the changes to
- the agreements. So, it was critical and there were
- dates but the dates were around the transaction. And you don't recall the dates?
- Α No. 18
- Was there a concern or did you have a 19
- concern that the TWA pilots could strike if the 1113
- motion was granted in its totality?
  - A That was a highly debated point of law that
- I think people felt was unanswered in the courts and I
- 24 think that the majority of folks who counsel management

17

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

Page 43

Page 44

Page 41

1 --

2 Q And I'm not referring to wages. I'm 3 talking about --

A But from a training perspective, yes, it 5 would, it would be, the most economically advantageous 6 way would be to not have to retrain anybody, to allow everyone to just remain in their piece of equipment and 8 fly. And, and because seniority governs which piece of 9 equipment you fly and those kind of things, it would cost more to retrain everybody as a result of putting 11 all of the TWA pilots on the bottom of the list, if that's --12

13 Q So you would never, even, even in the face 14 of APA opposition you would never engage in a transaction where all the pilots in an acquired airline were stapled to the bottom of list? Let me be 16 specific. Even in the face of APA opposition it just didn't make economic sense for American to staple all the TWA pilots to the bottom of the list? 19

20 A We, we understood when we undertook the TWA acquisition that, in fact, that might be the result. 21 And, that was in fact the result for the flight 22 23 attendants from TWA, different work group, different 24 issues but --

1 the training issue is one of the costs but the

2 commercial folks look at all of those costs in the

3 aggregate and they look at what they think the revenue

4 synergies are going to be and it's just part of doing 5 business to have those costs.

I mean, you calculate them, you estimate 7 them, you bake it into the overall economics of the 8 deal and you make a determination whether the deal

makes sense or not. So, no one would look, look at that issue in isolation. That, that issue is one of

the economic factors of making your decision to either acquire the assets or not, in this case.

13 Q So when you came up with the reasonable 14 best efforts language in that framework, what did you intend to do; what did you intend that language to mean?

17 A Well, I mean, maybe a moment's review of 18 how we got to the, that language. It was clear that the TWA pilots were very concerned about how they would be treated once they were acquired. And I'm going to give you my opinion. My opinion was that they had a choice between unemployment and potentially no piloting careers and the opportunity to come to work for 24 American.

Page 42

And, so, that was the overriding

consideration for them but once, once they made the

decision that recognizing there was the real possibility that they would end up losing their

captains jobs and end up on the bottom of the American

6 list, they worked very hard to try to create the best

possible opportunity for themselves when they came over. And they wanted, they, we had said to our

employees we will not conclude a transaction that

requires a seniority integration or arbitration or the

use of Allegheny-Mohawk, the transaction will not take place if that ends up being a condition.

13 And, you know, I personally went on road shows across the country and literally made those assurances in person to, to our folks so that it was very clear what our position was. And I think that TWA pilots were very anxious to say to us, okay, we'll 18 accept the terms that you require for us to be able to continue to be employed as pilots but we'd like you to help us. Do the best that you can, use whatever effort 21 you can to help us get a better seniority deal from the 22 APA.

And, you know, we, they, they initially 24 tried to get us to include Allegheny-Mohawk. I mean,

Q Different training issues?

2 Different training issues but, but going in

3 ---

1

4 Different economic issues?

Different economic issues but going into the transaction, we fully understood that that was probably the likely outcome. So, and the reason I say that is by requiring TWA to remove the Allegheny-Mohawk integration scope language, we recognize that when we employed people as part of that asset acquisition, that 10 it would be the American Airlines, we call it the Green

11 12 Book -- that's our, our short-term, shorthand for the

pilot contract -- that the seniority section of that agreement would govern and that unless the pilots 14

themselves chose to provide us with a seniority list 15

that provided integration, some dovetailing 16

integration, we were going to end up with all of the 17 TWA pilots as the last pilots on the list. So, we knew

19 that going in. In fact, that, I would call it, that 2.0 was the stake in the ground.

21 And you would do that even if it was more 22 costly for American to do it that way?

2.3 A Well, you know, there are all kinds of 24 costs associated with integrating carriers. And, yes,

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

Page 57

1 BY MR. KATZ:

2 Q I have a few questions on behalf of ALPA. 3 I take it from what you've been saying this morning, 4 Mr. Brundage, that American was not bluffing about

- 5 walking away from this transaction unless the scope 6 provisions of the union contracts at TWA were waived or
- eliminated by the bankruptcy court? 7
- 8 Yeah. Not only was it not a bluff, it wasn't even open for negotiation. 9
- Q And, did you do everything within your 10 pours of articulation to make that clear to Terry 11 Haves? 12
- 13 A Absolutely.
- 14 Q And, to the best of your knowledge, did he 15 attempt to communicate American's position as effectively as he could to the representatives of the 17 Air Line Pilots Association?
- 18 I assume he did, especially based, that we 19 now know the outcome, that they elected to eliminate 20 those provisions voluntarily.
- 21 Q On August the 28th the Plaintiffs conducted 22 a deposition of Randy Babbitt concerning his role in 23 advising the TWA MEC. As you may be aware, he was, he 24 had then established Eclat Consulting Firm in January,

Page 59

1 with Randy that those pilots in all likelihood would be

- 2 unemployed if those conditions weren't removed from the
- 3 agreement because we fully expected that TWA would
- 4 liquidate and there would be no jobs. And my
- 5 conversations with Randy were, you know, if you're
- 6 going to try to help these guys, you better get them to
- 7 understand that the only way they're going to be flying
- 8 as pilots is if they figure out how to get rid of these
- provisions.
- 10 Q I represented the AirCal pilots in 1987 in 11 their seniority negotiations with the Allied Pilots
- 12 Association and we ended up with an agreement that had
- 13 terms like hard fence and porous fence in it. Are you
- 14 familiar with those terms, hard fence and porous fence?
  - I am.

15

- Q Would you describe generally what they 16 17 would mean with respect to the TWA-American 18 transaction?
- A Well, if the, while the airlines were being 19 20 combined and prior to a final integration and operating 21 process, and even beyond the integration if a fence 22 was, in fact, established, it would define what jobs 23 and what opportunities in the American system that the

Page 58

24 TWA pilots would have access to.

- 1 February, March of 2001. He testified to some 2 conversations that he had on the phone with you. Do
- 3 you recall any conversations with Randy Babbitt during
- 4 that period of time?
- I do. 5 Α
- 6 Q Would you describe what you remember of 7 them?
- A Well, Randy had been asked to help the, in
- 9 his role as Eclat had been asked to help the TWA MEC.
- 10 And I, you know, I don't know what that role was but I 11 assume he was just an external adviser to the MEC.
- 12 And, Randy had contacted me. And we had talked on a
- 13 number of occasions. And I think what Randy was trying
- 14 to figure out was to see if I could provide any insight
- 15 as to what the APA may do from my position as the
- 16 management guy who dealt with them. And, so, you know,
- 17 I, I essentially made it very clear to Randy that the
- 18 base case was probably that they would put the TWA
- 19 pilots on the bottom of the list.
- 20 Q Did you in any of these conversations with 21 Captain Babbitt give him any indication that American
- 22 was negotiable about the elimination of the TWA union's
- 23 merger protections?
- 24 A Quite to the contrary, was absolutely clear

So, if it was a hard fence, I, you can

Page 60

- 2 think about it as an area in which the TWA pilots would 3 have opportunity but beyond that area, meaning captains
- 4 jobs, flying opportunities, holidays, all kind of
- 5 conditions, they wouldn't have any access to that. And
- 6 then a porous fence would be a situation where the same
- 7 kind of conditions would apply but on some negotiated
- 8 terms certain pilots who were identified would be able
- 9 to move through the fence and go over and begin to take
- 10 advantage of the larger American Airlines system in
- 11 this case.
- 12 Q All right. The Plaintiffs' lawyer gave you 13 a document which was marked as Exhibit 190 -- let me 14 make sure I got the right one -- 195, which was a memo
- 15 that you wrote to the American pilots on March 27th,
- 16 2001.
- 17 Α Yep.
- And on the second page, the bottom two 18
- 19 paragraphs talk about what might happen if this
- 20 transaction is consummated and there's some kind of
- 21 opportunity for integration of TWA pilots into the
- 22 American system. I'm going to give you a minute just
- 23 to read that over.
- 24 A Okay.

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

Page 69

- That's correct. 1
- 2 And, it says Roland Wilder briefed you on
- 3 the seniority discussions, is that correct?
- Yes, that's correct.
- Q And then the ALPA TWA MEC representatives 5
- asked you to review a number, additional processes that
- included arbitration, facilitation and negotiation; do
- you recall that? 8
- 9 Α I do.
- Q And do you recall what your response was? 10
- This, this letter is representative of my 11
- 12 frustration at this point because we had worked very
- 13 hard to try to get the APA folks to engage in a
- discussion and the TWA folks just seemed to be 14
- stalling, posturing and making it impossible to get a 15
- meeting together. So, you know, they came in and 16
- essentially proposed Allegheny-Mohawk, if I remember
- correctly, in some form, and, I mean, I was pretty 18
- short with them and said, you know, that's been off the 19
- 20 table since the beginning of the year, get off it. If
- you want to do something, get busy and get something
- 22 done but this is nonsense.
- Q So the idea of an arbitration was gone at 23 24 that point?

Page 70

- Long gone. 1
- And you made that clear to the TWA MEC
- representatives? 3

4

- Crystal clear.
- The bottom paragraph on the first page says
- that you invited the ALPA representatives to a meeting
- the next day, in which you planned to facilitate talks
- between the two pilot groups' representatives?
- 9 Α Yes.
- Q That meeting never occurred, did it? 10
- No. 11 Α
- Would you explain why? 12
- The, I read this pretty quickly but I think 13
- 14 I referred to the fact that they were, the people that
- came to the meeting were unable to commit. They said 15
- they would have to go back and talk to the MEC. And
- then the next thing I received was a confidentiality
- agreement that, being refreshed by the letter, you
- know, was very frustrating because this had, we had
- broad discussions about having this meeting and getting 20
- the meeting set up and who was going to attend and then
- they produced this confidentiality agreement which was
- impossible for me to sign.
- I mean, I discussed this with members of 24

Page 71

- 1 management and this was the effort and all of a sudden
- 2 they proposed that the fact that a meeting is even
- 3 going to take place is going to be confidential and
- 4 that horse had left the barn as well.
- Q In terms of the company's reasonable best
- 6 efforts to encourage an agreement between the
- 7 representatives of the two pilot groups, would this
- 8 meeting that you were proposing to facilitate have
- 9 constituted an element in the company's reasonable best 10 efforts?
- A Well, we had met our obligation with, under 11 12 the letter that we provided to the TWA MEC folks that I
- 13 believe it was Ann McNamara provided very early in the,
- 14 in the, in the process. We had moved at this point
- 15 into the practical realm of meeting to expeditiously
- 16 get the, this integration concluded. The economy was
- starting to move away from us. There were numerous
- 18 challenges. You know, we, we had gotten to the point
- where nine eleven had occurred. I mean, the world had
- changed dramatically.
- So, this was now the practical effort to 21
- 22 work towards getting this, these two airlines put
- 23 together. So I, I would not describe it as part of our
- 24 reasonable best efforts. This was a practical labor

Page 72

- 1 relations effort to do what was necessary because we
- 2 had two airlines and we had to get them together.
- Q And, Mr., Captain Pastore showing up
- 4 without the ability to talk about these issues, was
- 5 that helpful to the process of resolving these
- practical issues?
- A It just looked like a dodge. It looks like 7 they were just delaying for some reason. 8
- MR. KATZ: I would like to show you one
- 10 other document. This one is, let's call this ALPA
- 11 exhibit 201.
- (Defendant ALPA Deposition Exhibit Number 12 201 was marked for purposes of identification.) 13
  - BY MR. KATZ:
- Do you remember writing this letter dated 15
- 16 October 24, 2001, to Captain Pastore?
  - Α
- And can you tell us anything about the Q 18
- 19 letter?

17

- A We had spent the previous, I think probably 20
- 21 Saturday, Sunday, Monday over at the Mayflower here in
- 22 town, in Washington, attempting to reach an agreement
- 23 on seniority. The, we, that didn't happen. When we
- 24 broke, I went back to, with my team back to Texas. The

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

Page 75

Page 73

- 1 TWA MEC remained here in Washington and committed to
- 2 continue to work because it's my understanding that
- 3 they had some real differences of opinion within the
- 4 MEC as to what they should or how they should proceed.
- 5 Captain Pastore had agreed that he would keep us posted

6 as to their progress.

7 And I received, I believe, a fax prior to

- 8 this where the TWA MEC said that they would accept the
- 9 proposed seniority integration that APA had proposed
- 10 but they then added a bunch of conditions which had
- 11 never been negotiated that would have significantly
- 12 increased's Americans costs. And, so, this is my
- 13 response to Bob because first I was, you know, very
- 14 surprised that they had simply just added conditions
- 15 and sent them to us without discussion. They were
- 16 aware that those conditions weren't acceptable and this
- 17 was explaining to him that we, we couldn't agree to
- 18 that.
- Q During October 2001, when, the month when these two letters we've just gone over were written, do
- 21 you recall any discussions with Bill Compton that
- 22 related to the possibility of providing TWA pilots with
- 23 additional protections in a seniority integration?
- 24 A I had a number of calls, and, but I don't
  - Page 74

D = 70

- 1 specifically remember the content. I did, I did talk
- 2 to Bill, participated in a couple of calls with Bill
- 3 and Don Carty, Bill Compton and Don Carty, but I don't
- 4 have any recollection of a specific -- the
- 5 conversations were generally about what was happening.
- 6 So, that's, that's the best I can do to recall what the
- 7 content of the conversations were. Bill and Don were
- 8 both very, working very hard to try to get the
- 9 integration on track.
- 10 Q And was it essentially your instructions
- 11 from the people higher in the executive structure at
- 12 American to try to work out an agreement between the
- 13 two pilot groups' representatives and the company if
- 14 possible?
- 15 A Absolutely. We were, you know, we
- 16 recognized especially after having seen some of the
- 17 challenges we faced in Reno, we knew this was going to
- 18 be a very significant task to integrate these two
- 19 carriers. And, you know, from a labor relations
- 20 perspective, the more that you can get agreed to and
- 21 behind you, the easier the job is. So, it was very
- 22 much in our interest to get these two pilot groups to
- 23 agree and get something on paper that we could define
- 24 and agree to and understand and get plans in place to

- 1 get the carriers integrated.
  - Q So that was your goal during October 2001?
- 3 A Absolutely.
- Q Do you recall whether there would have been
- 5 greater protections for the TWA pilots in a three-way
- 6 agreement between ALPA, APA and the company than there
- 7 was in the two-way agreement between American and the
- 8 Allied Pilots Association only?
- A Well, Duane, the letter that I had written to Captain Woerth, you know, that was part of the
- frustration because it was my understanding and the
   facilitation, what occurred during the facilitation, I
- 13 really was never party to and was never fully briefed
- 4 on because the pilot groups insisted on a high degree
- of confidentiality around those discussions.
- But, you know, the APA, and again, as Itestified to earlier, I think that the APA was feeling
- 18 some pressure because of the potential Bond legislation
- 19 in the Senate and as a result of that I think it
- 20 motivated them to potentially put a little more on the
- 21 table to try to get this resolved. And it was my
- 22 understanding that the TWA pilots were not aware of
- 23 some of the things that they were willing to do. And,
- 24 you know, I made it very clear that the company was
- , ago , o
- 1 very interested in this and there may be some things
- 2 that the company could add to an agreement if it became
- 3 a three-way negotiation instead of just a negotiation
- 4 between the pilot groups.
- 5 So, as we talked about earlier, if the two
- 6 pilot groups had agreed to something they would have
- 7 then had to have come and negotiated with the company
- 8 to get it implemented. What I was proposing is time is
- o to get it implemented. What I was proposing is time is
- 9 short, we need to get an agreement, let's just put whatto the company has to offer, what the APA has to offer
- 11 that the TWA pilots had not seen before on the table
- II that the TWA phots had not seen before on the table
- 12 and see if we can't figure out how to get had this
- 13 thing resolved and moved forward.
- So, there were specific things that we
- 15 offered to do in terms of some protections from
- 16 furlough and other things. And I don't remember
- 17 specifically what the terms were but the TWA pilots
- 18 were very concerned that, that on some date specific,
- 19 1st of January, I believe it was, that we were going to
- 20 furlough just hordes of TWA pilots because of 9/11, the
- 21 economy, everything else, it was clear that the airline
- 22 was going to have to get smaller. And what we said to
- 23 them was we won't do that. We'll put some limitations
- 24 around that and hopefully there will be a little bit of

Bensel v.

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

Air Line Pilots Association Page 79 Page 77 result in the right to strike. 1 time and the economy will improve and it won't be Q So you didn't have a discussion about what 2 necessary. So, there were a number of things that we 2 would happen if you were wrong in your analysis of the said we'd add and we also created some additional status of the law and they could strike? 4 protections around the St. Louis domicile that would I, I have -- that's not a, something that I 5 have guaranteed more flying opportunities, more job remember. 6 opportunities and more captains job opportunities for 6 Q Do you, do you know how much American the TWA pilots. committed to the asset purchase agreement, how much Q St. Louis protected cell? 8 money American --A Yes, St. Louis. A Offhand I do not. 10 Q And those enhancements by APA and American were blocked by Captain Pastore and TWA MEC? Q Do you know how much they had committed to 11 11 12 the DIP financing? A Yeah. They, they just unilaterally decided 12 A 1, offhand 1 do not. 13 to add things. I mean, from a classic negotiations, 13 Q Do you know whether it was in the vicinity you know, tenacious grab of the obvious but they just 14 14 of about a quarter of a billion dollars; does that overreached beyond comprehension and it was just very 15 16 frustrating because they didn't seem to have a good refresh your recollection at all? A It doesn't. sense of reality. 17 17 Okay. You testified earlier that you Q And those were the things that you wanted Q 18 18 to discuss at the meetings you outlined in your October didn't talk to Dan in connection with your testimony 19 here today or about your potential trial testimony 12th letter. ALPA Exhibit 200? 20 Have you spoken to anybody else at ALPA? 21 That's correct. A I have not. MR. KATZ: Thank you very much. That's all 22 22 Have you spoken to Duane Woerth? Q 23 the questions I have. 23 **FURTHER EXAMINATION** 24 On this subject, no. Duane, I spoke to 24 Page 80 Page 78 1 Duane probably six months ago, four months ago, BY MS. RODRIGUEZ: 1 2 something like that. But there was, first I didn't Q I just have a couple more questions. I want to follow-up. You never talked to Terry Hayes 3 know this was going to occur and it never came up in the conversation. about what he was telling the TWA pilots, did you? Q Did you talk to Duane Woerth at all during A I'm, I'm hesitating because I, I've the time period from January 2001 to April 2001? 6 testified that I had regular conversations with Terry No specific recollection. about what our expectations were for the modifications Do you have any general recollection? to the contract. So, to the extent that we discussed A Well, look, the challenge for me is that, those. I assume that's what he told the TWA pilots. I you know. I had a relationship with many of the folks 10 mean, he indicated to me that he was attempting to get at ALPA. I had worked there. I worked in the his labor agreements amended in a fashion that would be 11 representation department. And we attend industry acceptable to American. 12 meetings. I mean, one of the greatest assets in labor Q Did you ever ask him what exactly he told 13 relations is to have contacts to be able to discuss the pilots? 14 No recollection of that conversation. 15 things with people to get the work done. And, so, I Α 15 Did you have any discussions with had regular contact with people from ALPA, at industry 16 meetings and other places but it was just part of doing anybody -- going back just a little bit to the 1113. 17 Did you have any discussions with anybody at American 18 business. 1.8

21

22

pilots went on strike?

about what a strike would mean if the TWA pilots, if

all the contract provisions were abrogated and the

that an 1113 motion that was successful in court and

24 having provisions of the contract abrogated did not

A Well, as I mentioned earlier, we presumed

19

22

Q How about specific conversations with

A No. And again I, Randy Babbitt was working

in Eclat at the time and I had specific conversations 24 with Randy but I didn't, I don't consider him to be at

20 regard to the waiver of the scope provision during this

January to April timeframe?

JEFFREY BRUNDAGE - Vol. 1 September 12, 2008

,	Line Phots Association		September 12, 2006
	Page 81		Page 83
1	ALPA at that time.	1	JURAT
2	Q How about during the summer of 2001, did	2	I, JEFF BRUNDAGE, do hereby certify that I
3	you have any discussions Duane Woerth?	3	
4	A Yeah. Well, obviously	4	taken on September, 12, 2008, and have signed it subject
5	Q In connection with the facilitation?	1	to the following changes:
6	A The letter I wrote and I'm sure I had	6	PAGE LINE CORRECTION
7	numerous conversations because it was the typical labor	7	
8	relations environment where we had an interest in	8	
9	getting the parties to the table and getting an	9	
10	agreement and we were trying to talk to anybody we	10	
11	could talk to, to get them to convince their side that	11	
	was, whether it be Ed James at APA or whether it be	12	
13	someone at, at, Captain Woerth or someone in the	13	
14	representation department at ALPA. So, I would have	14	
	been making plenty of phone calls to say, look, you got	15	
16	to talk some sense into your guys and we got to get	16	
17	this resolved. We need a deal here.	17	
18	Q Do you recall Mr. Woerth ever saying, yeah,	18	
19	I'll talk some sense into my guys?	19	JEFF BRUNDAGE
20	A In every case they were very professional	20	DATE
21	about their representation. Everybody, I think,	21	Sworn and subscribed to before me this
22	professed to want to get an agreement. The challenge	22	, 2008.
23	was the subject, you know, the details of the	23	
24	agreement. And, the ALPA hierarchy and the ALPA MEC,	24	NOTARY PUBLIC
	Page 82		Page 84
1	you know, were anxious to get the very best deal they	1	State of Maryland
1	could get for their folks.	1	Baltimore County, to wit:
3	MS. RODRIGUEZ: I have no further	3	I, ROBERT A. SHOCKET, a Notary Public of
4	questions.	4	the State of Maryland, County of Baltimore, do hereby
5	MR. KATZ: Nothing further. Thank you, Mr.	5	certify that the within-named witness personally
6	Brundage.	6	appeared before me at the time and place herein set
7	MR. HAVERMANN: Okay. Off the record.	7	out, and after having been duly sworn by me, according
8	VIDEOGRAPHER: The deposition is concluded.	8	to law, was examined by counsel.
9	We're off the record at 11:10.	9	I further certify that the examination was
10	(Deposition concluded at 11:12 a.m.)	1	recorded stenographically by me and this transcript is
11		ì	a true record of the proceedings.
12		12	I further certify that I am not of counsel
13			to any of the parties, nor in any way interested in the
14			outcome of this action.
15		15	As witness my hand and notarial seal this
16		l	22nd day of September, 2008.
17		17	
1		18	Dobort A. Charlest
18		19	Robert A. Shocket
18 19			
		20	Notary Public
19		21	Notary Public
19 20		21 22	·
19 20 21		21 22 23	My Commission Expires: November 1, 2010

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 30 of 272 PageID: 10977

# Exhibit D

1	IN THE UNITED STATES DISTRICT COURT.  FOR THE DISTRICT OF NEW JERSEY			
2	CIVIL 02-2917 (JEI)			
3	THEODORE A. CASE, SALLY YOUNG,			
4	HOWARD HOLLANDER, PATRICK BRADY AND MICHAEL FINUCAN, individually			
5	and on behalf of all others similarly situated,			
6	Plaintiffs, VOLUME 2			
7	V. TRIAL TRANSCRIPT			
	AIR LINE PILOTS ASSOCIATION,			
8	Defendant.			
9	CAMDEN, NEW JERSEY			
10	JUNE 8, 2011			
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE			
12				
13	APPEARANCES:			
14	TRUJILLO, RODRIGUEZ & RICHARD  BY: NICOLE M. ACCHIONE, ESQ.			
15	AND: LISA J. RODRIGUEZ, ESQ. AND			
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR)			
17	AND: JOE D. JACOBSON, ESQ. (MO. BAR) For the Plaintiffs.			
18	ARCHER GREINER			
19	BY: STEVEN FRAM, ESQ. AND			
20	KATZ & RANZMAN  BY: DANIEL M. KATZ, ESQ.			
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.			
22	ELIZABETH GINSBERG, ESQ. IN-HOUSE COUNSEL FOR ALPA.			
23				
24				
25				

Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings. S/ LYNNE JOHNSON Lynne Johnson, CSR, CM, CRR Official Court Reporter LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT P.O. BOX 6822 LAWRENCEVILLE, NJ 08648 PHONE: 609 896 1836 

Case-direct 84

- 1 | machine.
- 2 Q. Did you call anybody at ALPA seeking help?
- 3 A. I don't recall.
- 4 THE COURT: Did you write to ALPA seeking help?
- 5 A. I am pretty sure there was correspondence that went back
- 6 and forth. I was extremely busy coordinating the lobbying
- 7 effort.
- 8 THE COURT: Did you ever write a letter to ALPA
- 9 asking for support?
- 10 A. I believe Captain Pastore did.
- 11 THE COURT: Okay. The answer is you didn't.
- 12 THE WITNESS: No.
- 13 Q. Did you see any evidence of any support from ALPA in any
- 14 of the offices, Senate offices, you went to?
- 15 A. No, sir, not that I could see.
- 16  $\mid$  Q. What happened to the bell as to the bill as far as
- 17 getting through the Congress?
- 18 A. Getting through the Congress.
- 19 A. It was just passed on the Senate floor by unanimous
- 20 consent and eventually stripped out of the defense
- 21 | appropriations bill that we had attached it to in the House
- 22 | Senate conference committee.
- 23 Q. I handed you exhibit P 418. What is that?
- 24 A. This is a press release from Senator Kit Bond.
- 25 Q. What is the date of it?

Case-direct 85

- 1 A. It is dated December 8, 2001.
- 2 MR. PRESS: Move for the admission of P-418, Judge.
- MR. FRAM: I have the same objection as before,
- 4 | your Honor. Did it is admitted for the truth I object. If
- 5 for nonhearsay purposes. I understand the Court's ruling.
- 6 THE COURT: Well, to the extent it has facts, do
- 7 | you have any dispute with what it says in here?
- 8 MR. FRAM: Not with respect to the facts. But
- 9 there are some opinions and understandings.
- 10 THE COURT: To the extent it is Bond's opinion, we
- 11 are not offering it for the truth. We are not saying whether
- 12 | his opinions are accurate or inaccurate. I am going to allow
- 13 it. P-418.
- MR. PRESS: Yes, your Honor.
- 15 | Q. This is a press release dated December 8, '01, from the
- 16 | Senator?
- 17 | A. Yes, sir.
- 18 Q. Just read the tag line at the top?
- 19 A. Senate adopts Bond airline workers fairness act.
- 20 Requires third-party arbitration for seniority talk.
- 21 Q. It got through the Senate, your bill, that you drafted?
- 22 | A. Yes, sir. I didn't draft it completely.
- 23 | Q. What happened to the bill after that?
- 24 A. As I stated before, in the House Senate reconciliation
- 25 | conference it was stripped.

Case-direct 102

1 different than what had been proposed in Washington, D.C. a

- 2 few weeks earlier?
- 3 A. No, it wasn't. And I did ask Mr. Brundage who also
- 4 attended those meetings.
- 5 | Q. In who is Mr. Brundage?
- $6 \mid A$ . He was the vice president of the labor relations at
- 7 American in charge of Americans negotiations with this deal.
- 8 If there was on the 22nd, I believe the 22nd or 23rd, I asked
- 9 | him directly, is there any difference between what you have
- 10 | already agreed to do and what you are offering us today and
- 11 he said virtually none. Aside from a couple of conditions.
- 12 Q. Now, this supplement CC, it was?
- THE COURT: It didn't become immediately effective,
- 14 though.
- THE WITNESS: No, sir, it did not.
- 16 THE COURT: Some things had to happen.
- 17 A. Yes.
- 18  $\downarrow$  Q. That was my next question, what were those things?
- 19 THE COURT: I turn it back to you.
- 20 | Q. What were those things that had to happen for this
- 21 | seniority plan to be effective?
- 22 | A. For this seniority plan to become effective a single
- 23 | carrier transportation certification had to be made by the
- 24 | National Mediation Board.
- 25 Q. And again, I think you described that a little bit

# Exhibit E

_	
1	IN THE UNITED STATES DISTRICT COURT.
2	FOR THE DISTRICT OF NEW JERSEY CIVIL 02-2917 (JEI)
3	THEODORE A. CASE, SALLY YOUNG,
4	HOWARD HOLLANDER, PATRICK BRADY AND MICHAEL FINUCAN, individually
5	and on behalf of all others similarly situated,
6	Plaintiffs, VOLUME 3
	V. TRIAL TRANSCRIPT
7	AIR LINE PILOTS ASSOCIATION,
8	Defendant.
9	CAMDEN, NEW JERSEY
10	JUNE 9, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	
13	APPEARANCES:
14	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ. AND: LISA J. RODRIGUEZ, ESQ.
15	AND
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER
19	BY: STEVEN FRAM, ESQ. AND
20	KATZ & RANZMAN BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBERG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

1	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an
2	accurate record as taken stenographically in the above-entitled proceedings.
3	S/ LYNNE JOHNSON
4	Lynne Johnson, CSR, CM, CRR
5	Official Court Reporter
6	
7	
8	
9	
10	LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER
11	UNITED STATES DISTRICT COURT P.O. BOX 6822
12	LAWRENCEVILLE, NJ 08648  PHONE: 609 896 1836
13	PHONE: 609 696 1636
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

- 1 A. The comments came from Terry Hayes. They never came
- 2 | from American Airlines people to us. So I don't know where
- 3 | the comment or why he said it. I can't speculate on that.
- 4 Q. Didn't you --
- 5 THE COURT: Terry Hayes who I had.
- 6 A. Terry Hayes said it. He is what?
- 7 THE COURT: He was the labor director of TWA, Inc..
- 8 A. That's correct. Labor director, correct.
- 9 Q. Didn't you tell us this morning that Mr. Hayes and the
- 10 other TWA people at that point were basically working for
- 11 | American?
- 12 A. No, they were working, they were working for American.
- 13 I don't know what they were saying to him. I am not going to
- 14 | speculate. Terry Hayes is a TWA person. He said something.
- 15 I didn't hear it from an American person so I didn't take it
- 16 for much.
- 17 | Q. Did Terry Hayes communicate that Jeff Brundage, who was
- 18 | the vice president for labor affairs for American, was saying
- 19 | that American would walk away from the deal?
- 20 A. Actually, I think he did say that. But again, I don't
- 21 | know if he is making that up. It is coming through a third
- 22 party. I am not going to speculate on that.
- 23 | Q. All right. But regardless of whether it came directly
- 24 or not, when you hear that American were you hearing that
- 25 American might walk away from the deal?

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 40 of 272 PageID: 10987

## Exhibit F

1	IN THE UNITED STATES DISTRICT COURT.
2	FOR THE DISTRICT OF NEW JERSEY CIVIL 02-2917 (JEI)
3	THEODORE A. CASE, SALLY YOUNG,
4	HOWARD HOLLANDER, PATRICK BRADY AND MICHAEL FINUCAN, individually
5	and on behalf of all others similarly situated,
6	Plaintiffs,  VOLUME 4
7	V. TRIAL TRANSCRIPT
8	AIR LINE PILOTS ASSOCIATION,
9	Defendant.
10	CAMDEN, NEW JERSEY JUNE 13, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	TRUJILLO, RODRIGUEZ & RICHARD
14	BY: NICOLE M. ACCHIONE, ESQ. AND: LISA J. RODRIGUEZ, ESQ.
15	AND  GREEN JACOBSON, P.C.
16	BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER BY: STEVEN FRAM, ESQ.
19	AND  KATZ & RANZMAN
20	BY: DANIEL M. KATZ, ESQ. FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
21	ELIZABETH GINSBERG, ESQ.
22	IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

1 2	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings.
3	s/ Lynne Johnson
4	
5	Lynne Johnson, CSR, CM, CRR Official Court Reporter
6	
7	
8	
9	
10	LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER
11	UNITED STATES DISTRICT COURT P.O. BOX 6822
12	LAWRENCEVILLE, NJ 08648 PHONE: 609 896 1836
13	1110NE. 009 090 1030
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

```
1
               MR. FRAM: Yes, your Honor.
 2
               MR. PRESS: The question is does this refresh her
 3
     recollection of Mr. Brundage being upset.
               MR. FRAM: Yes.
 4
 5
               MR. PRESS: I object to that question.
 6
               THE COURT: She said she hasn't recollected it.
 7
    Let's start with that. Let's start by asking her if she is
     familiar with this letter. If she knows anything about it.
 8
 9
     Then if you want to try to refresh her recollection, that is
10
     up to you. But you, she has to have a failure of
     recollection before you can refresh somebody's recollection.
11
12
               Do you have a copy for me of that?
               MR. FRAM: That was the one that was mis-marked
13
14
     before. That was the October 12 letter that I thought was --
               THE COURT: D 200?
15
               MR. FRAM: D 200.
16
17
               THE COURT: You give me --
18
               MR. FRAM: Sorry about that.
          So do you recall this letter?
19
          I don't recall it. It does refresh my memory a bit.
20
21
          Does it refresh your memory about Mr. Brundage being
22
     very upset that he felt snubbed by TWA MEC.
23
         No, you know, I read the letter. I see what Mr.
    Α.
24
     Brundage wrote. I am not sure that he is correct in his
25
     description of what happened. It is possible he is but I
```

- 1 don't -- I don't ever remember the TWA MEC wanting to go to
- 2 Dallas. We never sent the MEC, we always sent the merger
- 3 committee. That was the appropriate system.
- 4 Q. Do you recall the letter, having read it, do you now
- 5 recall seeing a copy of it back in October?
- 6 A. I don't.
- 7 Q. Great. I am handing you now what, a new exhibit, which
- 8 is D 21.
- 9 THE COURT: So this isn't being offered in
- 10 | evidence?
- MR. FRAM: Right.
- 12 Q. D 21, do you recognize that that as a letter that Mr.
- 13 Rautenberg, the other pilot rep, from Council 3 sent to all
- 14 of the Council 3 pilots dated October 25 of 2001?
- 15 A. It is a gated October 25, and it is signed by Steve
- 16 | Rautenberg.
- 17 Q. Do you recall seeing this letter back in October, 2001?
- 18 If you don't, please just say --
- 19 A. I am sure I saw the letter by I haven't read it
- 20 | recently. I haven't refreshed my memory of this letter
- 21 recently.
- 22 | Q. Were you in regular communication with Mr. Rautenberg
- 23 back in October, 2001?
- 24  $\mid$  A. I think it is safe to say the communications between
- 25 | Captain Rautenberg and myself broke down.

- 1 A. Not specifically Randy. I knew he was new, he knew all
- 2 of the high level people at ALPA. I will say it that way.
- 3 Q. You knew that because he had worked at ALPA with whoever
- 4 | was there?
- 5 A. That's correct.
- 6 Q. So you were surprised that Mr. Woerth in the fall of
- 7 | 2001 was talking to Jeff Brundage?
- 8 A. I was surprised that Duane Woerth called Jeff after the
- 9 MEC voted not to sign the integration agreement. I was
- 10 | surprised without direction from the MEC that Duane Woerth
- 11 | would reach out and have conversations with Jeff Brundage at
- 12 | that point.
- 13 Q. Why were you surprised that Mr. Woerth was trying to
- 14 keep an open line of communication and see what the best
- 15 possible deal was for the TWA pilots?
- 16 | A. I guess I wasn't aware of anything, any conversation
- 17 | that would change, that he would could have with Jeff
- 18 | Brundage that could change the context of the cram-down.
- 19 Q. So you are saying that when this vote took place on
- 20 October 31 to reject the American proposal, you thought that
- 21 | should be the end of it, that there should be no further
- 22 discussions with American or the APA. Yes?
- 23  $\mid$  A. The vote took place in the third week of October, not on
- 24 October 31. It was on October 22, I believe --
- 25 THE COURT: During that three-day meeting.

25

```
I during the three-day meeting. October 31 meeting was
 1
     a separate one day meeting, a special meeting back in St.
 2
 3
     Louis, MEC meeting.
 4
               THE COURT: Are you offering 88 in evidence?
               MR. FRAM: Yes, I move 88 in evidence.
 5
               MR. PRESS: No objection.
 6
 7
               THE COURT: D 88 will be in evidence.
 8
          Your position after this vote on October 22 was that
     there should be no further discussions between the TWA MEC
 9
10
     and the American or the APA?
     A. That is incorrect.
11
12
         What further discussions did you think should take place
13
     after the vote you just described?
1.4
     A. I was in favor of any interaction that would provide us
15
     a better integration. Duane Woerth did that, made that
1.6
     /TPAOEP call, without any discussion about what his strategy
17
     was in trying to obtain us a better integration. Now, that
     is why I asked him when he called me on the phone, I said
18
19
     what precipitated this meeting, this special meeting that you
20
     are calling 24 hours ahead and he said we are, you know, we
21
     are talking to I think he said he talked to Jeff Brundage.
2.2
     And he said I think we are going to get, maybe going to get a
23
     look at a better deal. I was all for that.
24
     Q. Just because Mr. Woerth wasn't talking to you doesn't
```

mean he wasn't talking to Captain Pastore, correct?

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 47 of 272 PageID: 10994

## Exhibit G

1	
2	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY
3	CIVIL 02-2917 (JEI)
4	PATRICK BRADY, SALLY YOUNG,
5	HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually
6	and on behalf of all others similarly situated,
7	Plaintiffs, VOLUME 7
	V. TRIAL TRANSCRIPT
8	AIR LINE PILOTS ASSOCIATION,
9	Defendant.
10	CAMDEN, NEW JERSEY
11	JUNE 16, 2011
12	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
13	APPEARANCES:
14	AFFEARANCES:
15	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ.
16	AND: LISA J. RODRIGUEZ, ESQ. AND
17	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR)
18	AND: JOE D. JACOBSON, ESQ. (MO. BAR) For the Plaintiffs.
19	ARCHER GREINER
20	BY: STEVEN FRAM, ESQ.  AND
21	KATZ & RANZMAN BY: DANIEL M. KATZ, ESQ.
22	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
23	ELIZABETH GINSBERG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
24	
25	

Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings. S/ LYNNE JOHNSON Lynne Johnson, CSR, CM, CRR Official Court Reporter LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT P.O. BOX 6822 LAWRENCEVILLE, NJ 08648 2.4 

- 1 | find additional sources of leverage and you talked about a
- 2 | public relations campaign. Did that ever happen, that you
- 3 know of?
- 4 A. Not that I know of.
- 5 Q. How about the lobbying effort you talked about, did that
- 6 happen?
- 7 A. I think Matt Camlish, one of the pilots stationed in
- 8 Washington --
- 9 THE COURT: Comlish? C O M L I S H?
- 10 A. Comlish, was working to get some kind of legislation
- 11 | through Congress that would have benefited the TWA pilots in
- 12 this situation.
- 13 Q. But as far as you know, ALPA National never provided any
- 14 additional --
- 15 A. Not that I am aware of.
- 16 Q. We were talking about meetings. Were you there? The
- 17 | merger committee was there. Did you ever see ALPA National
- 18 at any meeting?
- 19 A. Yes.
- 20 Q. When was that?
- 21 A. That date I think I remember. I think it was August 27.
- 22 Duane Woerth and Kevin Dillon.
- 23  $\mid$  Q. Let me stop you there. Who is Kevin Dillon?
- 24 A. I am not sure.
- 25 Q. What is, what has his role?

What his position is at ALPA I don't know. I assumed he 1 Α. was one of Duane Worth's higher-ups. 2 Go ahead. 3 Q. 4 Came to the meeting, joint meeting between the two merger committees. And when I heard about it, that Duane 5 Woerth was coming down, I thought hey, great. Our big 6 7 brother is getting involved in this tussle and he is not 8 going to let these rough guys push us around any more, so I 9 was very glad to hear this. Unfortunately, when Duane Woerth came down, he 10 began with a very arms length dispassionate or disinterested 11 approach, asking both sides to find some compromise that the 12 industry needs this compromise, and so does ALPA, and that we 13 14 need to work together, and it was all very vague, and there wasn't any substance that I could see. 15 THE COURT: Mr. Baehler, you keep talking about 16 leverage for the TWA pilots. Did the American pilots have 17 18 leverage? And if so, what was their leverage? 19 A. My understanding is that if it came down to the end, and 20 no agreement was reached, that the American pilots would be able to impose any kind of a settlement, any kind of a plan, 21 that they chose. And that the TWA pilots --22 23 THE COURT: How would they do that? THE WITNESS: Just by -- well, the term that was 24

used in our discussion was at any point, if they really want

25

```
1
    to, they can staple the entire TWA seniority list to the
2
    bottom of their list. That was the phrase that was used.
3
               THE COURT: And they had the legal right to do
    that? .
4
5
         That was our understanding.
               THE COURT: The legal right to do that.
6
7
               THE WITNESS: I assume so.
               THE COURT: That was their leverage?
8
               THE WITNESS: Yes. That was our understanding.
9
               THE COURT: That is a lot of leverage.
10
               THE WITNESS: Of course.
11
12
               THE COURT: And there is no appeal from that?
          I don't know if there is an appeal.
13
    Α.
               THE COURT:
                          Okay.
14
          So you are referring to a meeting in August of 2001,
15
    and --
16
17
         Yes.
    Α.
         Where you saw Duane Woerth and Kevin Dillon?
18
         Afterwards, see, I could, I couldn't believe what I was
19
    hearing, because I thought that there was going to be a lot
20
     of support, a lot of muscle in Duane Worth's appearance and
21
22
     there wasn't.
               So afterwards, when we finally broke, I turned to
23
24
     the TWA guys and I said what is going on here? I thought
25
     ALPA is your big brother. And the pilots said you don't
```

```
1
     understand --
 2
               MR. FRAM: Your Honor, I object.
 3
               THE COURT: Yeah, your conversation, these
     conversations are not evidence.
 4
 5
               MS. RODRIGUEZ: Okay.
 6
               THE COURT: Your observation was that the report,
 7
     that Duane Woerth wasn't giving you support, giving you union
     support?
 8
 9
     A. Right. Correct.
10
               THE COURT: I don't think his conversation is for
11
     this --
12
     Q. We will just stop there. What happened after the
13
     August, what was your role in the negotiations following this
14
     August 27 meeting with Duane Woerth?
15
     A. It continued to be the same. In our private meetings we
16
     would discuss -- caucuses, we would discuss what the
17
     situation was and how we would deal with each of the problems
18
     as they came up, and I would give my observations of the
19
     other side.
20
               And it seemed to me that the basic problem was
21
     that, and if it was expressed by Mickey Malersky.
22
               THE COURT: Who is Mickey Malersky?
23
         One of the other American pilots.
24
               THE COURT: Was he on the merger committee?
25
         Yes.
     Α.
```

- 1 Q. Also at ALPA?
- 2 A. At ALPA National, yes. And there was no answer there so
- 3 we left a message and waited and waited so finally, we took
- 4 the draft of what we put together and we put it on the fax
- 5 and sent it to ALPA National headquarters.
- 6 Within minutes of us sending that fax we got a call from
- 7 Paul Hallisay.
- 8 Q. What did Mr. Hallisay say?
- 9 A. He said "Interesting. This bill will never hit the
- 10 | floor of the United States Senate."
- And he said it with such a tone, I will never
- 12 forget it.
- 13 Q. Did you ask him what he meant when he said this bill
- 14 | will never hit the floor of the United States Senate?
- 15 A. He said it would get tied up in committee.
- 16 Q. Did he say anything else?
- 17 A. He says, "Well, let me take a look at it. I will see
- 18 | what we can do." And the conversation ended and we waited
- 19 for him to get back to us.
- 20 Q. Did he ever get back to you?
- 21 A. Yes, he did.
- 22 | Q. And again, what is the timeframe that we are talking
- 23 about?
- 24 A. That is still the week of, I want to say the 21st, in
- 25 that timeframe, that week.

1 THE COURT: 21st of what? 2 THE WITNESS: We are going into September, yes. So we are going towards the end of September. 3 4 How long did it take him to get back to you? 5 It, let me back up for a second. This was the last week of September, the Monday of the last week of September is 6 7 when it started. Okav. 8 It took several hours, I believe, it may have been 9 the next day. It has been a while. I am trying to remember. 10 But he did get back to us. And his response was that there 11 were some problems with the language. 12 Did he tell you what the problems were? 0. 13 He said it was too broad. We needed to restrict the 14 language, confine the language further, and he explained to 15 us what that meant was that the language covered the pilots, 16 the flight attendants and the mechanics. He felt that the 17 IAM who represented the mechanics were going to object to 18 this legislation. And they were going to object to this 19 legislation because the mechanics already had a deal on 20 seniority. 21 THE COURT: With whom? 22 THE WITNESS: With the American mechanics. 23 THE COURT: They already had a deal. 24 They already had a deal because they were both AFL-CIO 25 represented unions and because of that, they agreed to some

- 1 process that gave them seniority.
- 2 THE COURT: Did that include the flight attendants
- 3 as well?
- 4 A. No.
- 5 THE COURT: It was just the mechanics?
- 6 A. Just the mechanics.
- 7 Q. So what did you do in response to his comments, Mr.
- 8 | Comlish?
- 9 A. We rewrote the legislation, and we put in the
- 10 | legislation that any previous agreements that were made would
- 11 | not be undone by this transaction. By this legislation.
- 12 | Excuse me.
- 13 Q. Than did you send that back to, did you send that back
- 14 | to Mr. Hallisay?
- 15 A. We sent it back to Mr. Hallisay.
- 16 Q. Did that address his concerns?
- 17 | A. Yes.
- 18 Q. So what was the next thing that happened?
- 19 A. The next thing that happened was that we, Senator Bond
- 20 | said that is ALPA National in approval of this language, and
- 21 | we said yes, they are. And he said, well, we want to put out
- 22 | a press release with regard to this legislation being
- 23 introduced.
- So Senator Bond created and had a press release put
- 25 out to the press.

- 1 Q. Now, during this whole process had you ever reached out
- 2 to anybody at American or APA and told them about this
- 3 | proposed legislation?
- 4 A. No, I didn't.
- 5 Q. Do you know when the first press release went out from
- 6 Mr. Bond's office, Senator Bond's office?
- 7 A. I can't recall any specifics. I believe he had it on
- 8 | his website on Monday, it must have been, it was on a Monday.
- 9 If I had a calendar in front of me it would help.
- 10 Q. Did you at this point ask ALPA National for help, help
- 11 or support in getting the bill passed?
- 12 A. Oh, yes. We felt that ALPA National was going to play a
- 13 | major role in helping this legislation. As I said before,
- 14 | this is the reason why I took the position as the chairman of
- 15 | the government affairs committee, so I could get, be part of
- 16 ALPA National's lobbying department, and to get their support
- 17 and help.
- 18 Q. Did you ask specifically for any, did you ask for any
- 19 | specific help from ALPA National?
- 20 A. Well, the first step at this point was to have the
- 21 | legislation introduced, and then it was time to begin the
- 22 work.
- 23 Q. I just want to hand up to you, sir, and it is already in
- 24 | evidence, P-419, and ask you --
- 25 THE COURT: P?

- 1 MS. RODRIGUEZ: P.
- Q. That is the press release. And ask if that is the press
- 3 release you are referring to?
- 4 A. This is the press release.
- 5 Q. That was drafted by Senator Bond's office?
- 6 A. Yes, it was.
- 7 Q. Thank you. So Senator Bond issued his press release
- 8 announcing the legislation. What was the next thing to
- 9 happen?
- 10 A. Well, the press release got out, and I would say that
- 11 all hell broke lose.
- 12 Q. Can you tell us what you mean by that?
- 13 A. The APA immediately picked it up, and began to contact
- 14 | their pilots, that, uh-oh, Senator Bond has got this bill and
- 15 | it is going to require binding arbitration.
- 16 Q. What did you do in response?
- 17 | A. Well, at that point, it was obvious that there was going
- 18 to be a big fight, we were going to have to get our troops
- 19 | together and get as much support from ALPA National as
- 20 possible to beat them to the punch on Capitol Hill.
- 21 | Q. Did you talk to anybody at ALPA National about this?
- 22 | A. There were ongoing discussions with Paul Hallisay and
- 23 the MEC members, and I was talking to them through the chain
- 24 of command.
- 25 Q. Through the chain of command?

- And I said, "What about our opponents here? We have got to do something."
- "I don't want to talk about it any further." And he leaves, walks off.
- Q. Did you ever ask him what he meant when he said we are going to handle this in-house?
- 7 A. I had no contact with him after that.
- 8 Q. Had you talked to anybody else from ALPA National prior
- 9 to this time about your efforts on the hill?
- 10 A. Well, you know, through the chain of commands there was
- 11 discussions with Paul Hallisay and the government affairs
- 12 department.
- 13 Q. And other than that did you have any other conversations
- 14 | with anyone else at ALPA?
- 15 A. No.
- 16 Q. Did you ever receive any phone calls from anybody
- 17 | conveying --
- 18 A. I am sorry. I take that back. There was the Mayflower
- 19 Hotel meetings which took place. And just prior to that
- 20 there was a phone call that came in from Paul Hallisay, while
- 21 I was in a meeting with Senator Bond. And that was October.
- THE COURT: It came into Senator Bond's office?
- A. That's correct, the phone call came into Senator Bond's
- 24 office for us, and we were discussing at the time the
- 25 possibility of setting up some meetings to reengage the

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 60 of 272 PageID: 11007

## Exhibit H

1	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY
2	CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG,
4	HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually
5	and on behalf of all others similarly situated,
6	Plaintiffs, VOLUME 9
	VOLOME 9  VOLOME 9  TRIAL TRANSCRIPT
7	AIR LINE PILOTS ASSOCIATION,
8	Defendant.
9	CAMDEN, NEW JERSEY
10	JUNE 22, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	
14	TRUJILLO, RODRIGUEZ & RICHARD  BY: NICOLE M. ACCHIONE, ESQ.  AND: LISA J. RODRIGUEZ, ESQ.
15	AND
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR)
17	AND: JOE D. JACOBSON, ESQ. (MO. BAR) For the Plaintiffs.
18	ARCHER GREINER
19	BY: STEVEN FRAM, ESQ. AND
20	KATZ & RANZMAN BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings. S/ LYNNE JOHNSON Lynne Johnson, CSR, CM, CRR Official Court Reporter LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT P.O. BOX 6822 LAWRENCEVILLE, NJ 08648 

But I tended not to add, I tended to, in this case, I thought I was going to leave it to you to call him and have him testify as to whatever you want him to testify to, and then the plaintiffs could cross examine him.

MR. KATZ: Just one page.

2.1

2.4

THE COURT: I am going to look at it right this second.

THE COURT: I did review this section. It falls rather squarely within the comments I just made. The line of questioning here, and I guess it was Mr. Press who was doing the questioning, the, apparently, ALPA has hard goods, stickers, pens, buttons, things like that, that they will give out for use in an organizing campaign. If they want to put various things on their cars, bumper stickers and pens and key chains, and goodies like that, and the question was asked of Rindfleisch as to whether he had supplied those, and his series of answers to the questions seem to have been he was making some distinction between a card campaign where he wouldn't supply those things, and possibly a merger campaign. I don't know.

I am not sure, he was making some kind of thing.

The bottom line is he denied having supplied any of that stuff. Or at least he didn't recall doing it. Let me put it that way. He didn't recall it. That may be. That may be something you want to bring out if he is here on the stand is

that he didn't supply those kind of things, and whatever the reason was that he didn't supply them.

But I am not going to, for the very reasons I just articulated it, and why, you know, I don't think that makes any prior answer of his misleading. Those I would put, even if I thought there there were things that made a prior answer misleading and you left out something that was needed to understand the entire answer, so the jury wouldn't be misled, that would be one thing.

But I don't think the sections being offered by the plaintiff -- it is part of their case but I don't think the answers are particularly misleading.

MR. KATZ: That was our intent, to clarify earlier answers.

THE COURT: I understand. And I mean in one sense, the various things, marked, at least my initial draft here, you know, they weren't misleading, they were just, they gave a fuller and completer picture but I don't think it is the plaintiff's obligation in an adverse deposition, in deposing an adverse party, to put every aspect of that person's testimony into the record. You can't mislead, but if line ten or eleven changes the answer, that is different from wanting to put the whole case in, the whole story in. This is your witness, he is welcome here in court and he can testify, and whatever he says he says, the jury will hear it.

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 65 of 272 PageID: 11012

## Exhibit I

r	
1	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY
2	CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG,
4	HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually and on behalf of all others
5	similarly situated,
6	Plaintiffs, VOLUME 10
7	V. TRIAL TRANSCRIPT
7	AIR LINE PILOTS ASSOCIATION,
8	Defendant.
9	CAMDEN, NEW JERSEY
10	JUNE 23, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	
14	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ. AND: LISA J. RODRIGUEZ, ESQ.
15	AND
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER
19	BY: STEVEN FRAM, ESQ. AND
20	KATZ & RANZMAN BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings. S/ LYNNE JOHNSON Lynne Johnson, CSR, CM, CRR Official Court Reporter LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT P.O. BOX 6822 LAWRENCEVILLE, NJ 08648 

THE COURT: I just want to put on the record a couple of things. I had a conversation with counsel this morning concerning the deposition of Jeffrey Brundage that was proposed to be read into the record. I was very unhappy with this deposition. Mr. Brundage was pretty much -- this is not to question his sincerity or his honesty, but he was very much an out of control witness, in the sense that you ask a question, he would launch into a three- page answer.

2.3

He rarely gave an answer that was less than a full paragraph and in many cases he gave answers that took up two pages of transcript, that often, usually, launched into areas that had nothing to do with the question that was being asked. And of course, this was a discovery dep but, it wasn't a de bene esse dep, and so when Ms. Rodriguez would ask leading questions, which is not an improper technique in a discovery dep because you sometimes want the witness to sort of go on and on.

Mr. Katz started questioning him, in in many cases with leading questions but even when there was a leading question the answer was, he wouldn't even respond to the leading question, even when he was being led he would go off. So we have, we talked about this, we did that, we did this. You know, their position with this. But you have no idea, you know, who was talking to whom, where it was, who was present, what was said. And I would, as I say, at some point

the objections of plaintiff are just, toward the end it is like 28 pages, just, of objections I added up the pages, I think it was 28 pages. But you know, that are objected to.

But in many cases, it is not, if not most cases, of value. I just feel like I could not let any of this in unless it was cleaned up some way or Mr. Brundage came to court and that I could control the questioning, you know, have it done the right way.

Now, Mr. Katz said he was going to go back and look at this and, you know, see if he can work something up, narrow what is being offered, et cetera. But right now I am not going to let this be played in this form.

And the second point is on the issue of the testimony of the TWA CEO, what was his name again?

MR. KATZ: Bill Compton.

were investigating the acquisition of American -- not investigating -- well, maybe investigating is the right word. I don't know. Looking into the American acquisition, there is a tape that defendant wants to play of Compton's testimony. And there clearly was some kind of agreement between the parties related to Compton, because his deposition wasn't taken and the exchange keeps talking about stipulations.

But for the life of me I couldn't figure out what

```
1
    isn't it? It is a new concept, it hadn't been --
    A. I thought he asked a bit, did you say change or improve
2
    significantly?
3
    Q. My question was, I asked a bad question. Up in here,
4
    you know, the three prior proposals they had made, did any of
5
6
    them include as a feature the notion of a protective cell in
    St. Louis?
7
8
    Α.
         No.
    Q. What do you attribute that movement to?
9
               MR. FRAM: I object. Calls for speculation.
10
               THE COURT: I will sustain that objection.
11
12
        What had changed between September 18 and last offer or
    mid October when they made this new proposal?
13
               MR. FRAM: Your Honor, it is the same question, I
14
15
    object.
               THE COURT: I am going to allow it. What had
16
17
    changed was the Bond bill?
               THE WITNESS: That's right.
18
          Had ALPA National given you any new leverage?
19
20
         No.
    Α.
21
          As presented to you by the American committee, was it
    presented as take it or leave it, or was there a negotiation?
22
23
          There was a couple of extra little tiny tidbits that
    Α.
24
    were thrown on it, that I felt were window dressing, that if
25
    we took it and there was a very tight timeframe, almost 24
```

Day-cross/Fram

167

- Q. And he directly addressed that and said at the meeting that he had been misquoted, right?
- 3 A. I don't recall.
- Q. All right. So let's just move to the top of the next
  page and refresh your memory about some of the things that
  Captain Woerth talked about. The second paragraph, Captain
  Woerth told the MEC that he would send a letter to the TWA
  pilots and others to be sure they all know what his position

"Captain Woerth pledged the financial support of the entire association for the TWA pilots. In light of losing the 9,000 hour flight pay loss bank previously negotiated with TWA, Captain Woerth assured the MEC and the other members present that the TWA MEC will be provided with funds and other support necessary from ALPA to process MEC activities." Do you see this?

A. Yes, I do.

9

10

11

12

13

14

15

16

17

is.

- Q. Tell us about the 9,000 hour flight pay loss, what was that? Do you recall?
- A. I recall that we had an agreement with the company that would allow us --
- 22 THE COURT: The company being TWA.
- 23 THE WITNESS: TWA.
- A. That allowed us so many hours of flight pay loss to do union business and we had just lost that.

- 1 Q. And Captain Woerth told the MEC that ALPA would step up
- 2 and would provide substitute financing so that the MEC
- 3 | members and the committee members could continue to work on
- 4 behalf of the TWA pilots, right?
- 5 A. That's correct.
- 6 Q. That was significant in terms of financial support, yes,
- 7 that turned out to be hundreds of thousands of dollars,
- 8 | didn't it?
- 9 A. I don't know how much it was, but I would say that is
- 10 probably correct.
- 11  $\mid$  Q. And that enabled you and the other pilots to attend I
- 12 | think you said over ten days of merger committee
- 13 | negotiations, that enabled TWA pilots dozens, dozens of them,
- 14 | to walk on Capitol Hill and lobby in favor of the Bond
- 15 Amendment. Isn't that so?
- 16 A. I can only speak on my merger committee. I don't know
- 17 | how the money was spent on the political committee.
- 18 Q. ALPA supported your --
- 19 THE COURT: Did you get payments from them, you
- 20 were doing a lot of work.
- 21 A. Yes.
- 22 THE COURT: Did you get paid?
- 23 A. We got flight pay loss.
- 24 THE COURT: In their case from the union rather
- 25 than from TWA. From ALPA, rather than TWA.

- 1 Q. Yes?
- 2 A. I never questioned where it was coming from. But if the
- 3 | company wasn't providing it, then I guess the union was
- 4 providing it. Yes, sir.
- 5 Q. Did you ever put in for flight pay loss and not have it
- 6 paid by ALPA?
- 7 A. No, no, never did.
- 8 Q. Any members of your committee ever complain that ALPA
- 9 wasn't supporting them financially?
- 10 A. No.
- 11 Q. Do you see under questions and answers, question: What
- 12 is APA status with regard to the AFL-CIO? Can we blow that
- 13 question and answer up.
- The answer was the APA has been trying to get into
- 15 the AFL-CIO for a long time and they have not been
- 16 | successful. They need to be true members of the labor
- 17 | movement if they want the political support and clout that
- 18 goes along with a national union.
- 19 That was something, wasn't it, in terms of ALPA
- 20 trying to put pressure on the APA. Yes?
- 21 A. Pretty weak.
- 22 Q. Skip down, we are not going to do then them all.
- Question. Do we have your commitment, the
- 24 resources of ALPA, including litigation, to ensure that TWA
- 25 pilots are integrated fairly?

Case 1:02-cv-02917-JEI Document 416-2 Filed 08/10/11 Page 74 of 272 PageID: 11021

## Exhibit J

_	
1	IN THE UNITED STATES DISTRICT COURT.  FOR THE DISTRICT OF NEW JERSEY  CIVIL 02-2917 (JEI)
2	CIVIL 02-291/ (OE1)
3	PATRICK BRADY, SALLY YOUNG, HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually
4	and on behalf of all others
5	similarly situated, Plaintiffs,
6	VOLUME 11 V. TRIAL TRANSCRIPT
7	AIR LINE PILOTS ASSOCIATION,
8	
9	Defendant.
10	CAMDEN, NEW JERSEY JUNE 27, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	
14	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ. AND: LISA J. RODRIGUEZ, ESQ.
15	AND
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER
19	BY: STEVEN FRAM, ESQ. AND
20	KATZ & RANZMAN  BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

1 2 3	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings.
	S/ LYNNE JOHNSON
4	Lynne Johnson, CSR, CM, CRR
5	Official Court Reporter
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	LYNNE JOHNSON, CSR, CM, CRR
18	OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT
19	P.O. BOX 6822
20	LAWRENCEVILLE, NJ 08648
21	
22	
23	
24	
25	

A. Oh, yeah. But I assumed that was going to happen. He didn't have to warn me. I knew it was going to happen.

- Q. And in addition to the arrangements for the request for consultants to the executive council and arranging for
- 5 special bankruptcy counsel, what else did you do?
- 6 A. I reached out to then President Darrah, I wanted to have
- 7 a conversation with him. I wanted at some point to be able
- 8 to address the American pilots and ask, do my -- that they
- 9 | would do much better, that they would not staple the American
- 10 | -- the TWA pilots to their list, that we would have a process
- 11 | that would be fair, and, but mostly just preparing the
- 12 | council, my duties at ALPA and reaching out to Mr. Carty and
- 13 told him he wanted to make sure the transaction flows.
- 14 Q. Did you talk to Mr. Carty at this time?
- 15 A. I talked to himself times in the month of January of
- 16 | that year.

3

4

- 17 Q. Tell us what Mr. Carty said to you in those telephone
- 18 | conversations and what you said back to him, please?
- 19 A. He was emphasizing that he was, that he hoped it was
- 20 going to close, that he knew my opinion on stapling pilots to
- 21 | the bottom. I opposed that. It was not ALPA's merger
- 22 policy.
- He just reiterated that I needed to know that if
- 24 | the pilots' joy at being acquired went away and was being
- 25 | replaced by a feeling that they could somehow have the

1 transaction, that American would buy them and still permit an

2 | arbitration, that I should disabuse myself them of the notion

- 3 | that that was absolutely not going to happen.
- 4 Q. That is what Mr. Carty told you?
- 5 A. Mr. Carty told me that, and this was again, he learned
- 6 | his lesson, a bloody lesson, in the Reno debacle, that even
- 7 | if American pilots are unreasonable in this regard, that is
- $8 \mid$  what they were, and he was not prepared to destroy further
- 9 his relationship with APA, and so this was the demand he was
- 10 | willing to countenance, either the scope was waived or no
- 11 transaction. He was very emphatic.
- 12 | Q. And you said you had several conversations with, was
- 13 this repeated in the other conversations you had as well?
- 14 | A. Probably only mentioned. It was mostly the first
- 15 | conversation, to make sure there was no doubt in my mind that
- 16 | the transaction could only close under one set of
- 17 circumstances.
- 18 | Q. Can you tell us anything about your conversation with
- 19 Mr. Darrah, the president of the Allied Pilots Association?
- 20 A. They were also briefed. He was fairly new to his
- 21 position. I think he had just gotten the job in November,
- 22 and he said he worked for the board of directors and they
- 23 | had a policy, and his duty was to the board, but he would
- 24 | try to work with me, but he was fairly noncommittal at that
- 25 time.

1 This is the resolution of April 2, 2001, adopted by the 2 TWA MEC to accept the package of agreements that American and 3 TWA put on the table. You are familiar with that? 4 THE COURT: Don't have D 13 in evidence. 5 MR. KATZ: Let me if ask if there is an objection to it. I believe it is in the minutes which are in evidence. 6 7 THE COURT: Maybe. 8 MR. KATZ: As a separate exhibit, you don't have a 9 problem. 10 MR. JACOBSON: No objection to the separate exhibit. 11 THE COURT: Okay. Then I am going to mark D 13 in evidence. 12 13 Now we can put that up. And the third whereas, can you 14 blow that up, please? 15 We have already talked about the assistance you 16 provided to the TWA pilots in retaining expert bankruptcy 17 counsel for the 1113 motion. Mr. Seltzer. This whereas 18 clause remind you of any other things that you and ALPA did 19 to assist the TWA pilots in connection with this 20 transaction? 21 MR. JACOBSON: Objection, your Honor, to the leading 22 form of the question. 23 THE COURT: Rephrase it. 24 Q. Can you tell us, Mr. Woerth, whether in addition to Mr. 25 Seltzer there are other things, if any, that you and the

- 1 | association did to assist the TWA pilots?
- 2 A. Well, this is, this list of counsel, we hired
- 3 additional, we had bankruptcy counsel, but we also wanted
- 4 | investment bankers, Glanzer is there, I think there is a
- 5 communications specialist firm. I forgot the name of the
- 6 firm. There is at least two more consulting firms that I
- 7 | think they wanted hired and I think we hired, everyone they
- 8 asked for I think we allowed them to be hired. I don't think
- 9 we turned them down for anything.
- 10 Q. So you mentioned Mr. Glanzer?
- 11 A. Yes.
- 12 | Q. He is an investment banker?
- 13 A. Investment banker.
- 14 | Q. Communications firm. That was retained at the request
- 15 of the TWA MEC?
- 16 A. Yes.
- 17 | Q. You mentioned, who else did you mention?
- 18 A. Besides, well, the investment bankers, we had our own
- 19 in-house counsel, and there is an additional person that came
- 20 on later that they wanted to hire, I don't even remember his
- 21 name.
- 22 | Q. All right. And Mr. Babbitt is mentioned.
- 23 A. Yes.
- 24 | Q. Would you remind the jury who Mr. Babbitt is or was at
- 25 | the time?

1 A. Mr., Captain Babbitt was the former president of the Air

- 2 Line Pilots Association. After he retired he set up his own
- 3 consulting firm called Eclat and he was also on some boards
- 4 | in Washington Metropolitan airport board. He was an
- 5 influntial player in Washington.
- 6 Q. ECLATis Eclat?
- 7 A. Yes, sir.
- 8 Q. And do you know what he is doing now?
- 9 A. He is the FAA administrator of the United States.
- 10 Q. So he is the top aviation safety official in the
- 11 country?
- 12 A. That's correct.
- 13 Q. And how did it come about that Mr. Babbitt was advising
- 14 | the TWA pilot in this connection, do you know?
- 15 A. I do not know. I know they requested his, I think Bob
- 16 Pastore reached out to him, there may have been somebody
- 17 else. But I was happy Randy was willing to agree to help
- 18 them.
- 19 Q. So the MEC asked you for permission to retain his
- 20 | services as adviser?
- 21 A. Well, the request comes to me, but all outside counsel,
- 22 | every time any outside consultants are hired, it requires
- 23 | executive council to approve them. Sometimes they don't, but
- 24 | in TWA's case, they approved every one that they asked for.
- 25 | Q. All right. Merger counsel, was there a special lawyer

Q. How would you compare this appearance at the Allied
Pilots Association board of directors on October 27, 2000, to

- 3 | the organizing efforts that were ongoing at Continental
- 4 | airlines amongst the pilots there?
- 5 A. At this point with Continental, the reason I chose
- 6 Continental and Fed Ex is we had a large group including
- 7 | their board of directors who was already on board and willing
- 8 | to sign an agreement. We had already, it was going to cost
- 9 about a million and a half dollars for each campaign. We had
- 10 almost 100 volunteers of ALPA volunteers who would need to go
- 11 out on the road and be willing to work for about 120 days, be
- 12 | in the crew rooms, talk to the pilot, be present on videos,
- 13 | make campaign literature. It is a like a political campaign
- 14 | that lasts intensely the last 120 days are very intense but
- 15 it takes about a year.
- 16 | Q. These are pilots from other airlines like Northwest and
- 17 United?
- 18 A. Yes.
- 19 Q. Who go to talk to Continental in the Continental crew
- 20 rooms?
- 21 A. Right. Plus we had Continental pilots, most important
- 22 | in the effort because their board of directors, the ICE
- 23 | board, wanted to merge with ALPA and so it is going to be a
- 24 | joint campaign. And we were going to get, I had enough
- 25 contact with Fed Ex that we were going to have a similar

1

2

3

4

5

6

7

8

9

10

11

experience with Fed Ex because we had a large majority of the board and their leadership actually wanted to merge. I wasn't having to convince them. THE COURT: By the way, there is two ways you can take a nonALPA union, one, can you merge the two unions. THE WITNESS: Yes, sir THE COURT: You don't get cards, you don't do a campaign there? That's correct. THE COURT: Or you can use a card campaign which is in effect you certify the existing union and then certify ALPA as the bargaining agent, or have an election which then 12 certified ALPA. 13 THE WITNESS: Those are the two methodologies, sir. 14 I rejected the card campaign. I was, I thought it 15 was a terrible strategy, and I was the principal advocate of 16 this strategy only by merger. If it couldn't co-opt the 17 leadership, if they didn't agree with you, I didn't want a 18 hostile takeover. 19 It is either a friendly takeover where both 20 leadership teams wanted it, or it wasn't worth pursuing it. 21 It was going to be a costly failed endeavor. So I was 22 committed to one strategy, a strategy by merger, not by card 23 24 count. O. If we go to the third page of this document, be it 25

1 | further resolved, and numbered paragraphs. I would like to

- 2 | get to the number 3 item. Proposed merger agreements with
- 3 | independent pilots associations will be subject to approval
- 4 by the executive council and ratification by the executive
- 5 board.
- So did this resolution reflect the preferred method
- 7 | that you just stated?
- 8 A. Yes, it did.
- 9 Q. Is this the method that you employed with the a, that
- 10 | the association employed, with the Continental pilots?
- 11 A. Yes.
- 12  $\mid$  Q. So how did it start, was their action taken by the
- 13 governing body of the Continental pilots?
- 14 | A. Eventually it started with my approaching their
- 15 | leadership, probably in 1999. And it took a lot of months to
- 16 develop a bond and a trust that this is something we should
- 17 | do together, so it is probably six months of spade work, if
- 18 | you will, trying to nurture a relationship and then got them
- 19 | very interested to the point I wanted to make sure that the
- 20 | Airlines Pilot Association would approve the merger, and they
- 21 | needed the confidence that the entire board of directors
- 22 | would welcome Continental back. That is really what the
- 23 | principle focus of the whole reason to have this pilot unity
- 24 | resolution, it was about Continental, it wasn't about Fed Ex
- 25 and it wasn't about American.

- 1 A. No.
- 2 Q. Did you appear at the April 2 MEC meeting?
- 3 A. No.
- $4 \mid Q$ . Why not?
- 5 A. I wasn't invited.
- 6 Q. And how does that work under ALPA's practice?
- 7 A. ALPA's practice is, I am like the president. We have 41
- 8 | airlines. And I work in Washington, and I don't impose
- 9 | myself on the govenors, I don't just show up at their
- 10 | meetings. I am the president. I want to talk to you, if
- 11 | they want my advice they can invite me to meetings which I am
- 12 | happy to attend. They can see me in Washington. But I had
- 13 | 60,000 pilots, of which -- to represent. I am not ensure
- 14 where I was April 2, but I wasn't with them, I know that.
- 15 Q. Were you invited to that meeting?
- 16 A. No, I was not.
- 17 Q. And do you have other responsibilities as the president
- 18 of the union?
- 19 A. Many additional responsibilities. Yes. 60,000 pilots,
- 20 40 airlines.
- 21 | Q. Is there a staff of the Air Line Pilots Association
- 22 responsible for directing the activities?
- 23 A. Yes, we have nearly 500 employees and lots of directors
- 24 and lawyers who do the work.
- 25 Q. And are there areas that you focus on aside from local

- 1 that road now.
- 2 Q. And did you agree with that decision?
- 3 A. Yes, I did.
- 4 Q. Could you think of anything that you could have done or
- 5 | that ALPA could have done to persuade the Allied Pilots
- 6 Association to go along with the seniority integration
- 7 | process that ended up with arbitration?
- 8 A. I do not.
- 9 Q. All right. After the MEC made this decision on April 2,
- 10 | you made an appearance, did you not, at the Allied Pilots
- 11 | Association board of directors meeting in April, 2001?
- 12 A. Yes, I did.
- 13 Q. Would you tell us how that came about, please?
- 14 A. I requested a meeting and asked that president of APA,
- 15 John Darrah at the time, it was going to be in Texas, in
- 16 Dallas, to meet with American Eagle pilots and I wanted this
- 17 | opportunity to talk to the board to advocate the position of
- 18 | the TWA pilots in in this integration.
- 19 Q. Did Mr. Darrah extend an invitation to you to appear
- 20 beer before the Allied Pilots Association board on April 5?
- 21 A. Yes, he did.
- 22 | Q. You accepted that invitation and addressed the board?
- 23 A. Yes, I did.
- 24 Q. Tell us, what did you tell the board?
- 25  $\mid$  A. I told the board that the TWA pilots had made a very

difficult decision, it is hard to give up scope protection, and a right you believe you have, and, but they had done that now.

I was really trying to get them convinced that most importantly, that the provision in the contract about just stapling to the bottom 100 percent of the TWA pilots was totally unacceptable, it was morally reprehensible. They would live to regret the day in this regard. They wanted, they were very jealous of the Northwest contract, the United contract, the Delta contract, the ability to have pilot unity, and as a reminder to them they had done small things before, the great American Airlines had a couple of small, they bought Trans Caribbean in the sixties, they bought Air California. They bought Reno, those were tiny small transactions. 11,000 pilots absorbing two or three hundred.

And this was very different. TWA was almost 2,500 pilots with an established carrier, very seasoned, and if they wanted unity they were going to have for their combined future at American, they are going to have to have a fair process, even if it didn't include arbitration, their negotiation was going to have to really stretch beyond what they purportedly had right in their contract. So I was encouraging them to use all their efforts to go way beyond to what they thought they were going to do to think of the long term future of American, which included TWA, that they would

would be better off having a fair integration through negotiation and that I would do everything I can to help that process.

I suggested we get facilitation, if you won't have an arbitrator, at least get some outside help to try to get the parties to get to a deal, but they could not approach this like they did with Reno Air or Trans Caribbean or Air California. This was a big transaction, the TWA pilots deserved a better integration that their contract was providing.

- Q. Did you tell the Allied Pilots board of direct directors that you told the TWA pilots that they needed to get real?
- A. No. I told American pilots that they needed to get real. It was all in reference to this idea that they could staple absolutely to the bottom of single pilot. That was completely unreasonable. And I reminded them of their hippocracy, quite frankly. If you are acquiring somebody, you want to be stapled. If you are being acquired by somebody else, you want to be integrated, I told them that. I called them on that. They didn't seem to blink, but I think they got my message.
- Q. Did you compare this transaction to the Reno deal?
- 24 A. Yes.

2.0

25 | O. What did you say about that?

1 There was nothing to compare. Reno was a brand new 2 airline with junior pilots. There was only a couple hundred 3 of them. And TWA had been around for 70 years, and some of these pilots had been flying for 30 years. And they had an 4 5 important international network and domestic network, their 6 company thought it was important enough to buy them, for 7 their future they ought to do a fair integration. 8 Did you say anything to the Allied Pilots Association 9 board of directors with regard to the age and experience of 10 the TWA pilots in terms of how that might impact the American 11 pilots? 12 Well, I tried to remind them that TWA was also a very 13 senior pilot group. They had a lot of senior pilots and 14 within five to ten years, I thought a large, I didn't have 15 precise numbers, but 30 to 40 percent of the TWA pilots would 16 retire, in other words, the benefit of that American pilots 17 were all going to to get promoted inside to those jobs, so 18 that again, my focus was trying to think of the long term. 19 This is a merger that is going to happen now. 20 American will benefit and you will inherent a lot of good 21 jobs from TWA because their senior pilot force will retire, 22 so bottom line, think long term. Don't think about tomorrow. 23 Think ten years from now.

Q. Mr. Woerth, do you think that your appearance before the APA board of directors was a help or a hindrance to the TWA

24

25

1 pilots in their seniority integration? MR. JACOBSON: I am going to object, your Honor. 2 I think that is total speculation. 3 THE COURT: Ask that a different way. I am 4 sustaining the objection to that question. 5 Mr. Woerth, what if any impact do you feel your 6 7 appearance had? A. I do know that unlike in previous acquisitions by 8 9 American, that APA ultimately did agree to enter in facilitated negotiations, negotiations that ultimately took 10 place from, well, the deal was in April. They continued to 11 negotiate all the way through mid September which was very 12 uncharacteristic of American, and that they did come off 13 their staple everybody to the bottom of the lies, it was 14 still in my view a harsh integration but 46 percent of TWA 15 got integrated. Not as well as I would have liked. And so I 16 hope there was some impact. I can't take credit for this. I 17 18 tried my best. Q. All right. Returning to exhibit P-244. Which has been 19 now I think received in evidence? 20 21 THE COURT: Which one? MR. KATZ: P-244. I distributed that before. 22 THE COURT: That is in evidence. 23 MR. KATZ: Before the break. 24 25 THE COURT: That was already in evidence.

1 | listing things before April 2 and after April 2, you attended

- 2 | the APA board of directors. That was on April 5, right?
- 3 A. Yes.
- 4 Q. Then on April 23 you attended the TWA MEC meeting. And
- 5 and met with the TWA pilots?
- 6 A. Yes.
- 7 Q. And do you remember taking part in any of the seniority
- 8 integration discussions after this point in time?
- 9 A. It was later in the summer when the facilitation
- 10 started. 2, I took the opportunity twice to attend the
- 11 facilitation.
- 12 Q. What city were those talks being held in?
- 13 A. In Washington, D.C.
- 14 | Q. Who were the participants in those talks?
- 15 | A. There was merger committees of both of American pilots
- 16 and the TWA pilots.
- 17 Q. Anyone else present?
- 18 A. I think the facilitator was also present.
- 19 O. That was Rolf Dalton?
- 20 A. That's correct.
- 21 Q. And he is a nationally recognized arbitrator and
- 22 mediator?
- 23 A. That's correct.
- 24 Q. With experience in airline industry disputes?
- 25 A. Yes.

- 1 Q. Were there also lawyers for the two sides there?
- 2 A. On at least one occasion I believe both Roland Wilder
- 3 and Wes Kennedy were both present, I believe.
- 4 THE COURT: What is the second name?
- 5 A. Wes Kennedy I believe is the attorney that the American
- 6 | pilots were using. Wes Kennedy.
- 7 | Q. He was their seniority lawyer?
- 8 A. Yes.
- 9 Q. Like Mr. Wilder was for the TWA pilots?
- 10 A. That's correct.
- 11 Q. And what was the subject being discussed at these
- 12 | meetings?
- 13 A. Well, they were having facilitated discussions to get to
- 14 | a negotiated settlement of integration. I came to support
- 15 | the TWA pilots and also to encourage the importance of a
- 16 | negotiated settlement, and the sooner they got one, the
- 17 better.
- So I was trying to encourage both parties, both
- 19 parties honestly to stretch and try to reach an agreement.
- 20 Q. And how did it come about that you attended this
- 21 session?
- 22 A. I asked the party, I think Bob Pastore asked if I could
- 23 show the support for the TWA pilots, my physical presence at
- 24 | the meeting, so I complied with that.
- 25 Q. What did you say when you were there?

A. I encouraged to the Allied Pilots that they, of course
were going to have to get off that stapling proposal. They
are going to have to stretch, I reminded them what I told
them in Dallas, you shall going to have to get way past where
you think you can have a comfortable, fair settlement that
you can be proud of, and American employees as well as
Allied.

Everybody needs to get off their current positions because it was like trench warfare. You weren't going to get a deal with both sides staying exactly where they were and just staring at each other. There hadn't been a lot of movement. That is what I told them.

- Q. Mr. Woerth, it has been suggested in these proceedings earlier before today, that the TWA pilots might have benefited if you had threatened litigation at the meeting you are referring to. Did you consider that?
- A. I didn't think litigation would be helpful. In fact, it would be a total distraction, and might end the negotiations.
- 20 | Q. Why did you think that?

8

9

10

11

12

13

14

15

16

17

18

19

A. There was no legal foundation to compel American
Airlines pilots to even negotiate. They had a contract that
said they could do what they were going to do. Nobody
appreciated that. I certainly didn't. But I didn't see a
legal argument. There was a morally persuasive argument to

- 1 THE COURT: Okay. You are correct.
- 2 Q. Can you identify this document?
- 3 A. Yes.
- 4 Q. What is it, please?
- 5 A. It is a request to hire James Baehler to provide
- 6 | negotiating training, consultant services to the merger
- 7 | committee of the TWA MEC.
- 8 Q. Is this an executive council, ALPA executive council
- 9 resolution dated May 21, 2001?
- 10 A. Yes, it is.
- MR. KATZ: Can this be admitted into evidence,
- 12 your Honor?
- 13 THE COURT: Any objection.
- MR. JACOBSON: No objection, your Honor.
- THE COURT: D 158 in evidence.
- 16 | O. And can you tell us how did did this issue arise of
- 17 | hiring Baehler?
- 18 A. It was a request of the TWA MEC.
- 19 Q. Was it, do you know who Baehler was?
- 20 A. Yes, I do now. I don't think I knew him at the time.
- 21 | O. And how would -- who was he?
- 22 | A. He was a consultant to provide training for negotiations
- 23 to lots of different types of companies.
- 24 | Q. All right. And did the ALPA Executive Council grant or
- 25 deny the request of the MEC?

- 1 A. They granted it.
- 2 Q. This was May 21?
- 3 A. Yes, sir.
- 4 Q. 159, please, for identification.
- 5 THE COURT: D 159.
- 6 MR. KATZ: Yes, sir.
- 7 Q. This is just a day or two later the ALPA executive board
- 8 is meeting. That is a different body from the executive
- 9 | council, right?
- 10 A. That's correct.
- 11 O. We went over that before. This is the master chairman
- 12 of each airline comprised the executive board. Did it not?
- 13 A. That's correct.
- 14 | Q. And do you recognize exhibit D 159 as a resolution
- 15 adopted by the executive board at its May 22 to 24, 2001,
- 16 regular meeting?
- 17 A. Yes, I did I do. Can can I ask that it be admit
- 18 understood evidence, your Honor.
- 19 THE COURT: Any objection.
- 20 MR. JACOBSON: No objection.
- 21 THE COURT: D 159 in evidence.
- 22 O. All right. Tell us, Mr. Woerth, what what the TWA
- 23 | pilots were seeking here?

25

24 A. It is a long resolution. I am going to need a moment.

1 Additional funding to enable -- to properly 2 represent the TWA pilots through their crisis and properly 3 complete the task before them. They wanted another one 4 million dollars, I think. They they already had a million 5 dollars. 6 So were they looking for additional support from the 7 union? 8 A. Yes. 9 And under the "Therefore, be it resolved," would you 10 read what the executive board did? 11 A. It says the executive board pledges the full moral 12 support of the association along with the necessary funding 13 in accordance with current ALPA policies and ALPA 14 constitutional bylaws to enable the TWA MEC to properly 15 represent the TWA pilots through this crisis and to properly 16 complete the tasks before them. 17 So they asked for support and they got it? 18 A. Yes. 19 Ο. Let me put that up on the board here, too. 20 With regard to the funding, are you aware of any

21 project that was denied to the TWA pilots because of a

shortage of funds?

- 23 I am not aware of a single project that was denied TWA. Α.
- 24 Q. All right. Exhibit P 316 is in evidence. It is an
- ALPA --25

22

- 1 THE COURT: P-2.
  2 MR. KATZ: D 233.
- THE COURT: Okay.
- 4 Q. Can you identify this document, Mr. Woerth?
- 5 A. Yes.
- 6 Q. What is it?
- 7 A. It is a letter from Captain Pastore to me.
- 8 Q. And can you even capsule encapsulate what he was seeking
- 9 here. Well, what is significant about the aletter, in your
- 10 view?
- 11 A. It appears with him thanking me for our support of the
- 12 | pilot group of the executive board.
- 13 Q. Let me ask you to slow down for a second. I?
- MR. KATZ: I would ask that this be received in
- 15 | evidence, your Honor.
- THE COURT: Any objection?
- MR. JACOBSON: No objection on this one.
- 18 THE COURT: Okay. D 233 in evidence.
- 19 Q. Blow up the first paragraph, please. You were saying,
- 20 Mr. Woerth, before I asked you to identify the document, what
- 21 | was Mr. Pastore saying in the letter?
- 22 | A. He was thanking me for my support and getting the
- 23 | support of the executive board and opening and closing
- 24 | paragraphs. He also enclosed a copy of a video presentation
- 25 | along with this letter.

- 1 Q. He says, in the next-to-last paragraph, where he says
- 2 | enclosed is a copy of a video presentation that was produced
- 3 with your assistance and the assistance of the ALPA
- 4 Communications Department.
- 5 What is he talking about there?
- 6 A. I believe he is probably talking about the video
- 7 | presentation on seniority integration, that I kind of gave
- 8 | the introduction to a presentation for fair integration,
- 9 | Rightful Place, I believe it was called.
- 10 | Q. Correct. The plaintiffs actually showed the jury part
- 11 of your video in that document. So June 14 was the video.
- 12 Did you participate in making the video?
- 13 A. Yes, I did.
- 14 | Q. And do you know what was, what resources were used to
- 15 make the video?
- 16 A. I know our ALPA communications facility, I believe as
- 17 | well as a communications specialist, helped in producing that
- 18 video.
- 19 Q. Was it unusual for the president of the association to
- 20 take part in the seniority integration materials like in?
- 21 A. Yes, it was.
- 22 Q. Why is that?
- 23 A. Most pilot seniority integrations want to keep the
- 24 president and executive council and everybody else out of, in
- 25 other words, go to your neutral corners, we don't support

- 1 either side, and don't make any statements that will look
- 2 | like it is contrary or, to ALPA policy. So there was, to
- 3 | speak on a specific seniority integration proposal was a
- 4 | little unusual.
- 5 Q. Are you aware of any instance of the president of ALPA
- 6 participating in the seniority integration talks in this
- 7 manner?
- 8 A. I am not aware of any.
- 9 Q. And was this video widely disseminated?
- 10 A. I believe it was.
- 11 Q. Exhibit 299 for identification, please. This is a July
- 12 | 18 letter from Captain Pastore to you, Mr. Woerth. Did you
- 13 | receive this on or about that date?
- 14 A. Yes.
- MR. KATZ: I would ask it be received in evidence,
- 16 your Honor.
- 17 | THE COURT: Any objection to D 299?
- MR. JACOBSON: No, your Honor.
- 19 THE COURT: Okay. D 299 is in evidence.
- MR. KATZ: Thank you.
- 21 | Q. The first paragraph, Captain Pastore refers to his vice
- 22 | chairman appearing in front of the executive council. Do you
- 23 recall that event?
- 24 A. Yes, I do.
- 25 | Q. And what do you remember about it?

- 1 A. Yes.
- Q. Do you know whether the TWA pilots floated an assessment
- 3 at that time, in January, 2001, to pay for Mr. Wilder's fees?
- 4 A. I don't know how soon they formed, I believe they had
- 5 \$600,000, I am not sure when they raised the money.
- 6 Q. But what was the position of the Air Line Pilots
- 7 Association in connection with the request in July 18, 2001
- 8 letter that is received as exhibit D 299?
- 9 A. Up until that time with U.S. Airways involvement we
- 10 | didn't believe we could assist, but we are willing to
- 11 | reconsider now that U.S. Airways in which Captain Pastore is
- 12 | now that they are gone, we could consider additional help.
- 13 | Q. Thank you. I would like to show the witness exhibit D
- 14 136 for identification.
- 15 THE COURT: Okay.
- 16 Q. Can you identify this document?
- 17 A. Yes.
- 18 | Q. What is it, please?
- 19 | A. It is a request for economic financial analysis of a
- 20 | great many things, the differences between TWA and American
- 21 contract.
- 22 Q. Let me start --
- 23 A. Almost a dozen.
- 24 THE COURT: P-136, is this that a memo from Ana
- 25 McAlhren Schulz.

- 1 A. Yes.
- Q. Ms. McAlren-Schwarts was at the time, what position did
- 3 | she told?
- 4 A. She was the director of our economic and financial
- 5 analysis department.
- 6 Q. And the memo is dated August 3, 2001?
- 7 A. Yes.
- 8 Q. And is she reporting on a meeting she had with a
- 9 representative or representative of the TWA pilots?
- 10 A. Yes.
- 11 Q. And did you receive this memo and talk to Mc. McAhlren
- 12 Schultz at or about that time?
- 13 A. I received the memo and I believe I also talked to her.
- MR. KATZ: Your Honor, I would ask that D 136 be
- 15 received in evidence.
- 16 THE COURT: Any objection?
- MR. JACOBSON: I don't believe so, your Honor.
- 18 THE COURT: You want time to check?
- MR. JACOBSON: I don't believe so.
- 20 THE COURT: Okay. There is no objection.
- MR. JACOBSON: No, your Honor.
- 22 THE COURT: All right.
- THE COURT: D 136 is in evidence.
- 24 Q. There are a great many items on this list, Mr. Woerth.
- 25 Is that what you were saying?

- 1 A. That was American, of course.
- 2 THE COURT: My question was specifically as to the
- 3 seniority provisions, the scope provisions of the two
- 4 contracts. It was understood that Allegheny Mohawk rights
- 5 | that TWA had in its ALPA contract were not in the American
- 6 APA contract, at least when American was the acquirer.
- 7 A. That's correct.
- 8 THE COURT: That was understood.
- 9 Q. So I have written up there the contract comparison that
- 10 | was compared by the economic and financial analysis
- 11 department. Could we turn to exhibit D 160 for
- 12 | identification, please: Do you have that document?
- 13 A. Yes, I do.
- 14 Q. Can you identify what the document is?
- 15 | A. It is another outside counsel request by the TWA MEC
- 16 Q. This is an ALPA executive council resolution dated
- 17 | September 24, 2001?
- 18 A. Yes.
- MR. KATZ: I would ask for its receipt in evidence,
- 20 Judge Irenas.
- MR. JACOBSON: No objection, your Honor.
- THE COURT: D 160 in evidence. Go ahead.
- 23 | Q. Let's just flip down to the bottom paragraph where it
- 24 says the final resolution?
- 25 A. Yes.

1 Q. The MEC has requested that the association retain Roland

- 2 | Wilder to provide legal services related to an alleged
- 3 | violation by TWA and American of the contractual obligations
- 4 | in connection with seniority integration. Do you know what
- 5 | that refers to?
- 6 A. Yes, I do.
- 7 Q. Would you tell the jury, please?
- 8 A. I think we were preparing a grievance as to the best
- 9 efforts clause of an American agreement with, to use their
- 10 best efforts in seniority integration, we were filing a
- 11 grievance and this was a request to have -- to pay Roland
- 12 Wilder for those services.
- 13 Q. Turning to the therefore, therefore be it resolved and
- 14 | further resolved clauses on the second page.
- 15 A. Yes.
- 16 A. We, the executive council authorized, we gave them what
- 17 | they asked for.
- 18 Q. Okay. This is different from the seniority integration
- 19 fees, this is work on something else?
- 20 A. Yes.
- 21 Q. Kind of grievance litigation?
- 22 A. Correct.
- 23 | Q. Let me continue my list here. I have run out of room on
- 24 | this page. Let me start a new page. There was September 24.
- 25 Wilder fees.

Do you know whether action was taken on this issue

- 2 to pursue this legal concept.
- 3 A. Yes, we did pursue the grievance.
- 4 Q. All right. Except D 305 for identification. Do you
- 5 | have that, Mr. Woerth?
- 6 A. Yes, I do.
- 7 Q. Is this the submission made under your name of the
- 8 grievance to the system board of adjustment?
- 9 A. Yes, it is.
- MR. KATZ: Your Honor, I would ask that 305, D 305,
- 11 been received in evidence.
- MR. JACOBSON: No objection.
- 13 THE COURT: D 305 in evidence.
- 14 Q. The document has several parts, the first page is dated
- 15 | October 26, 2001. Is that signature on your behalf on page
- 16 3, Mr. Woerth?
- 17 | A. Yes, it is.
- 18 Q. And is that the submission by the Air Line Pilots
- 19 | Association of this grievance to this system board of
- 20 adjustment?
- 21 A. Yes, it is.
- 22 Q. And is that an arbitration panel?
- 23 | A. Yes, it is.
- 24  $\mid$  Q. What is the question that was presented, looking back to
- 25 | the bottom of page 1?

Compton who was the CEO, and asked if he was aware what was going on.

He said he was, that he had assisted Brundage in some regard trying to save, in his words, save this deal so we could get a negotiated settlement rather than a contract of seniority imposition by American, and APA which they reported to me that it was imminent, that sometime within the next ten or 20 days APA and American were just going to impose their will and that would be the end of it. They are hoping to get a three-party agreement that they could reach an agreement that the TWA MEC would agree to, that we could have, be a part of the agreement, to provide extra protection for the TWA pilots.

- Q. What was your view of the best course of action to protection the TWA pilots?
- A. My view was to try to entice the best possible offer you could from American and to re-engage in negotiations, and to, in this letter they also talk about efforts to have legislation that Mr. Carty had found out about and was very angry about and actually threatened to walk away from the transaction.

That had been confirmed to me, Norm Mineta, the Secretary of Transportation, this is all happening at the same time, Mr. Carty was very angry about an attempt for legislation and that I wanted the TWA MEC to re-engage and I

1 talked to Brundage and through our attorney to sweeten their

- 2 offer, to put more on the table, give some extra protection
- 3 | for seniority for TWA pilots, protect the St. Louis domicile
- 4 | specifically. This was kind of a last-ditch effort to try to
- 5 get a negotiated settlement.
- 6 Q. Did you say that you improved, you asked the other side
- 7 | to improve their offer?
- 8 A. Yes, I did.
- 9 Q. Did you say you talked to the secretary of
- 10 | transportation, Norman Mineta?
- 11 A. Yes, I did.
- 12 Q. When was that conversation?
- 13 A. Well, there were several conversations. I was in
- 14 | constant contact with the Secretary of Transportation because
- 15  $\mid$  of the events of 9-11 but on this specifically, the last one
- 16 | was really, near the end of October, the 21st or 22nd of
- 17 | October, but I talked to him probably every two or three
- 18 times a week in the weeks leading up to this.
- 19 Q. What did you say to him about the TWA pilots?
- 20 | A. I told him, he was mostly a one-way conversation, that
- 21 he was totally aware, he is the Secretary of Transportation,
- 22 I was completely interested. His son was a TWA pilot. He
- 23 was not unaware of what was going on. The Secretary of
- 24 | Transportation had a son at TWA. Rob Brantner I think was
- 25 his name.

And, but he was afraid that American was about to just do what they wanted to do with APA and just move on to other subjects, that the events of 9-11, it was time to just end the negotiation, not walk away from the transaction, but impose their seniority list and just be done.

THE COURT: They couldn't walk away from the transaction, it was already closed.

A. No, he wasn't talking about walking away from the transportation. He is you talking about just giving an imposed seniority list, reaching an agreement with APA and American and just be done. That was the advice I got from the Secretary of Transportation. And that the government was not going to intervene or stop the transaction, or put pressure on Mr. Carty. We were done now.

- 15 | Q. That is what Mr., Secretary Mineta told you?
- 16 A. Secretary Mineta.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

- Q. Why did you view the imposition of an agreement between
- 18 APA and American as less desirable for the TWA pilots?
- 19 A. The way American, this is a common par gaining practice,
- 20 they had suite end the offer, but only with agreement, in
- 21 other words, they added additional things, additional
- 22 | seniority protection, they created a special, what they call
- 23 | it the St. Louis cell, that the St. Louis, where the TWA
- 24 | pilots were domiciled would be given extra protection,
- 25 | special seniority about that.

- 1 recollection that the --
- 2 A. I always knew that, the ultimate outcome that it was
- 3 removed. I didn't know the timeframe. Now you are
- 4 refreshing my memory of what time that actually happened, in
- 5 December.
- 6 THE COURT: That happened in the joint conference
- 7 | meeting between the House and the Senate, didn't happen in
- 8 | the, in the Senate it passed --
- 9 THE WITNESS: That's correct.
- 10 Q. The next paragraph in the middle of the paragraph,
- 11 | Captain Stieneke says, blow up the middle paragraph, Brian.
- 12 | We wish to thank Senator Bond, Carnahan and others for their
- 13 | efforts to date. Furthermore, we would like to express our
- 14 gratitude to our own Legislative Affairs Committee, and ALPA
- 15 Government Affairs for their support and guidance in pushing
- 16 | this proposed legislation forward.
- Did you see that at the time?
- 18 A. Yes.
- 19 Q. And you agree with this appreciative comment of Captain
- 20 Stieneke?
- 21 A. I appreciate it, we tried, and it didn't work.
- 22 | Q. Was there, despite the proposed legislation, was there
- 23 | nevertheless another opportunity for consideration of
- 24 | agreement?
- 25 A. After the October MEC meeting?

Woerth/direct 150

- 1 Q. Right, right.
- 2 A. Yes. I had implored through Jeff Brundage, American and
- 3 APA pilots, not to reach an agreement, and try at least one
- 4 | more time to give us another chance to vote on a superior
- 5 agreement, the one that was rejected previously in October by
- 6 the TWA MEC.
- 7 Q. And can you tell us what happened with regard to that
- 8 effort?
- 9 A. A meeting was called for December 7. By that time there
- 10 was only two representatives left --
- 11 O. You said December 7.
- 12 A. I said November 7, I meant to say November 7.
- 13 Q. Thank you.
- 14 A. I apologize. November 7 of 2001. And by that time, the
- 15 MEC, which used to have six members, was down to two. The
- 16 West Coast base and the East Coast base were closed, so now
- 17 | all the votes were consolidated into two people.
- 18 Q. All the pilots were placed in St. Louis?
- 19 A. All the pilots were based in St. Louis. Capital Steve
- 20 Rautenberg and First Officer Young were the only two
- 21 representatives who represented all the pilots. So now if
- 22 there is another vote, two people would make the decision.
- 23 | So the meeting was called, and for November 7, by Captain
- 24 Pastore.

- 1 | with the APA caused them to not staple all of the TWA pilots
- 2 to the bottom of the list. Is that correct, sir?
- 3 A. That wasn't the only consideration, but I think I helped
- 4 that.
- 5 Q. All right. When do you think did you that, sir?
- 6 A. The first time I talked to John Darrah which was right
- 7 | after the transaction was announced and then again in April.
- 8 Q. When did you think that you persuaded them that they
- 9 | shouldn't staple everyone?
- 10 | A. I am not sure if that was the only persuading person but
- 11 I made that argument. I am not sure when they made their
- 12 decision. I think it might might have been before that.
- 13 | O. You don't know when that was?
- 14 A. No, I don't know when it was.
- 15  $\mid$  Q. He we talked about the major contingency fund. That is
- 16 | a pool of money roughly 70 million in cash, 20 million in
- 17 | property, that ALPA tries to maintain for major contingencies
- 18 like strikes and the like, correct?
- 19 A. Yes.
- 20 | Q. All right. And you viewed that this proposed merger
- 21 between TWA and a nonALPA carrier, the acquisition of assets,
- 22 | however you want to characterize it, that would be something
- 23 | that would come within the major contingency, correct?
- 24 | A. I know TWA had been given multiple grants of the major
- 25 | contingency fund dating back to 1988.

1 MR. JACOBSON: I am waiting to see if he read it. 2 I read it. 3 Now, you mentioned earlier that you recalled that the 4 advice you got was that if there was a merger, that would 5 likely lead to ALPA being liable for 45 million dollars. Do 6 you remember saying that? 7 Yes. Α. 8 Q. And do you now recall whether you were told that the 9 combination was not by merger, but through, but through the 10 issuance of authorization cards? 11 THE COURT: Followed by an election. Following by an MB election that would dramatically 12 Q. 13 reduce the possibility of any liability? 14 It does not refresh my memory. It may be my fault. I 15 only really wanted the answer to one question. I asked the 16 lawyer a question. He gave me the answer to a question I 17 didn't ask. I only cared about the merger. I was never 18 going to do a card campaign. So whatever they advised me on 19 a card campaign, I don't remember it because I was completely 20 disinterested. I would never do a card campaign on 21 American. I wanted to know what about a merger, and I 22 stopped reading or listening after that. That is probably 23 why I don't remember. I didn't care about it. 24 THE COURT: Even if it would get you 11,000

American pilots? I mean that is the jewel, at that time,

supposed to be the jewel of the domestic airline industry. 1 2 THE WITNESS: Your Honor, I would respectfully 3 disagree. 4 I never, the point of the union is to have a strong 5 union. You can win an election by one tenth of one percent and you have won, and now you have got a boat load of 6 7 trouble. 8 We did that with Federal Express, and we won. And two years later they decertified it. We lost millions of 9 10 dollars, big fight, took us six years to get them back. I was committed to only one way, not a card campaign Which 11 12 would be viewed as hostile. My judgment was the only way to have a long-term 13 14 success, not even an election success, was by a merger. That 15 is what I was committed to. 16 THE COURT: Does the card campaign have to be 17 hostile? 18 A. I viewed it -- with independence -- when you are not 19 organized, you are not fighting another union. When you are 20 already organized, I believe they were viewed as hostile. If 21 they hadn't agreed to it, if the board wasn't on board like 22 we did with Continental and Fed Ex, it would be competing 23 campaigns. I just saw that as failure. That was my 24 judgment, long-term failure. Even if you won the election 25 you wouldn't win much.

1 Right. But if the APA board, if the people who were in 2 charge of APA, really wanted to merge with you, and they 3 wanted to accommodate your interest in avoiding picking up 4 this 45 million dollars fine, sir, wouldn't it be appropriate 5 then to say you have our blessings, go forward with the card 6 campaign, we don't consider it hostile? We understand we 7 need to cooperate with you this way in order to avoid this 8 fine flowing through to ALPA? 9 That question never occurred to me or anybody else that 10 I was aware of. 11 Q. And you don't recall receiving advice that as long as you minimized ALPA's, APA's official involvement in the card 12 13 campaign and did it with ALPA money, that that would further immunize ALPA from any liability for the 45 million dollars? 14 15 I think I already testified I wasn't listening to anything about a card campaign. I was determined to only do 16 17 a merger. Let me give you a document, keep that one up there. Let 18 19 me give you a document marked as P 10. 20 THE COURT: P 10. MR. JACOBSON: Yes. 21 22 THE COURT: All right. 23 Do you have that document, sir? Q. 24 Α. Yes.

And that document is a transcript of sorts, a rough

- 1 Q. That is part of what you do?
- 2 A. Part of the whole profession, absolutely.
- $3 \mid Q$ . That is part of your strength, to get the special
- 4 | interest litigation that your constituents need?
- 5 A. Yes.
- 6 MR. JACOBSON: I am trying to skip over things.
- 7 THE COURT: I am not bothering you.
- 8 MR. JACOBSON: I know. We all have places to go
- 9 here, your Honor.
- 10 Q. Do you know a man named John Clark?
- 11 A. Yes.
- 12 Q. How do you know Mr. Clark?
- 13 A. Mr. Clark used to be on the board of APA board, and he
- 14 | was an extremely interested person in APA joining the Air
- 15 | Line Pilots Association.
- 16 | Q. All right. In fact, he was the person who filed the
- 17 | motion for the -- for APA's ALPA Exploratory Committee?
- 18 A. Probably so.
- 19 Q. All right. And he was the person who took the lead in
- 20 | collecting the vote authorization cards?
- 21 | A. He did it on his own volition for his own campaign.
- 22 ALPA had nothing to do with what he was doing, but he did do
- 23 that, as I understand.
- 24 | Q. Okay. So the answer is yes, he is the person who helped
- 25 | lead the authorization card campaign to bring ALPA on to the

- 1 | property at American Airlines?
- 2 A. Within American. American campaign.
- 3 Q. I understand. The answer is yes, that is the person,
- 4 John Clark?
- 5 A. That is the person.
- 6 Q. And in fact you met Mr. Clark in Las Vegas, Nevada, at
- 7 | the AFL-CIO convention?
- 8 A. I did.
- 9 Q. At that point he delivered a large quantity of
- 10 | authorization cards to you and Mr. Mugerditchian?
- 11 | A. Delivered a package. I have no idea how many cards were
- 12 | in there busy didn't care but he give us some cards. He gave
- 13 | them to Mugerditchian, yes.
- 14 Q. Over a thousand cards, right?
- 15 | A. I haven't a clue how many cards were there.
- 16 Q. And a disk with the index of all the cards, database of
- 17 | the cards, correct?
- 18 A. I don't know anything about that.
- 19 THE COURT: Nobody opened the envelope, you just
- 20 burned it.
- 21 A. I, we had lunch, your Honor. At that luncheon meeting.
- 22 | He had it in a suitcase. I had to leave. I said leave
- 23 | whatever you have with Mr. Mugerditchian, but I was also
- 24 | clear, thank you for your interest but I was not going to do
- 25 | a card campaign. He left the meeting highly disappointed

- 1 moved the motion for the ALPA Exploratory Committee, correct?
- 2 A. Yes.
- $\mathcal{G}$  Q. All right. And you understood that he left his seat on
- 4 | the APA board, and began on his own collecting authorization
- 5 cards to have the American property join ALPA?
- 6 A. Absolutely, that is what I understood he did.
- 7 Q. And he brought these cards to you and Mr. Mugerditchian
- 8 | in Las Vegas, Nevada?
- 9 A. Yes.
- THE COURT: Do you know where he got the blank
- 11 cards, before anybody signed them, do you know where he got
- 12 them?
- 13 A. I don't, I have no idea.
- 14 THE COURT: You don't know. Okay.
- 15 | Q. You don't know whether or not they came from ALPA?
- 16 A. I never looked at the cards. I wasn't interested in the
- 17 cards.
- 18 THE COURT: But that is not the question. The
- 19 | question is, that I asked is do you know where they came
- 20 from. That is a lot of cards.
- MR. JACOBSON: That is a lot of cards.
- 22 A. No, I do not, your Honor.
- THE COURT: All right. That is all.
- 24 | Q. And had you had any conversations with anyone within
- 25 ALPA about the fact that Mr. Clark had left the ALPA, excuse

# Exhibit K

1	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY
	CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG, HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually
5	and on behalf of all others similarly situated,
6	Plaintiffs, VOLUME 12
	V. TRIAL TRANSCRIPT
7 8	AIR LINE PILOTS ASSOCIATION,
	Defendant.
9	CAMDEN, NEW JERSEY
10	JUNE 28, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	
14	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ. AND: LISA J. RODRIGUEZ, ESQ.
15	AND
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER BY: STEVEN FRAM, ESQ.
19	AND
20	KATZ & RANZMAN  BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

r	
1	December to Continue 750 miths 20 United Chates
1	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an
2	accurate record as taken stenographically in the above-entitled proceedings.
3	s/ Lynne Johnson
4	Lynne Johnson, CSR, CM, CRR
5	Official Court Reporter
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	LYNNE JOHNSON, CSR, CM, CRR
18	OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT
19	P.O. BOX 6822 LAWRENCEVILLE, NJ 08648
20	LAWRENCEVILLE, NO 00040
21	
22	
23	
24	
25	

- 1 says that executive council approved subject to the approval
- of the executive board \$251,94040 in supplemental funding
- 3  $\mid$  from the operating contingency fund to bring your MEC's
- 4 account up to the required 90 level as of June 1, 2001.
- 5 Do you see that, sir?
- 6 A. Yes.
- 7 Q. Isn't it a fact that this roughly quarter of a million
- 8 dollars was the only additional funds provided to the TWA MEC
- 9 by ALPA throughout the entire TWA American merger
- 10 | negotiations, and transition?
- 11 A. I think that's correct. Everything we requested they
- 12 | had enough funds to pay for it in their budget.
- 13 Q. You agree this is the only supplemental funds that ALPA
- 14 provided?
- 15 A. I think that's right.
- 16  $\downarrow$  Q. These are the funds that are supposed to be repaid?
- 17 A. I believe so.
- 18 | Q. All right.
- 19 Q. In fact, all the things that ALPA approved to TWA MEC to
- 20 do, to the extent that you approve things, if there were
- 21 | costs involved the TWA MEC paid those costs?
- 22 A. Yes.
- MR. KATZ: I am going to object to that
- 24 characterization, your Honor.
- MR. JACOBSON: It is already answered.

on or something else?

1 THE WITNESS: That's correct. 2 Now, what I am getting to, Mr. Woerth, are there 3 limitations when you are talking about outside consultants 4 like Mr. Baehler, that affect any MEC's ability to access its budgeted funds to spend in that fashion? 5 6 Α. The requirement for any outside consultant is to get 7 permission, and the point is we are trying to control 8 expenses. 9 They have, you have your own in-house counsel and 10 we hope our own resources are good enough, so to help control the cost of MECs and not just hire everybody's uncle and 11 12 cousin, there is some control of outside consultants. If 13 they feel they are needed, they are approved but they are 14 charged, accounted for --15 THE COURT: They pay for it out of their own 16 budget. 17 Yes. They need permission to hire an outside consultant. 18 19 THE COURT: I think he has testified to this 20 before. Go ahead. 21 Q. Mr. Woerth, do you know whether on April 10, 2001, when 22 TWA and its assets became TWA LLC, a subsidiary of American 2.3 Airlines, whether Mr. Compton and some of the other TWA 24 executives were asked by American Airlines to leave or stay

### Exhibit L

1	
2	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY
3	CIVIL 02-2917 (JEI)
4	PATRICK BRADY, SALLY YOUNG, HOWARD HOLLANDER, THEODORE CASE,
5	AND MICHAEL FINUCAN, individually and on behalf of all others
6	similarly situated,  Plaintiffs,
7	VOLUME 13
8	V. TRIAL TRANSCRIPT
9	AIR LINE PILOTS ASSOCIATION,
10	Defendant.
11	CAMDEN, NEW JERSEY JUNE 29, 2011
12	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
13	APPEARANCES:
14	TRUJILLO, RODRIGUEZ & RICHARD
15	BY: NICOLE M. ACCHIONE, ESQ. AND: LISA J. RODRIGUEZ, ESQ.
16	AND GREEN JACOBSON, P.C.
17	BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
18	For the Plaintiffs.
19	ARCHER GREINER BY: STEVEN FRAM, ESQ.
20	AND  KATZ & RANZMAN
21	BY: DANIEL M. KATZ, ESQ.  FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	
23	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
24	
25	

1	
2	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an
3	accurate record as taken stenographically in the
4	above-entitled proceedings.  S/ LYNNE JOHNSON
5	
6	Lynne Johnson, CSR, CM, CRR Official Court Reporter
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	LYNNE JOHNSON, CSR, CM, CRR
19	OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT
20	P.O. BOX 6822 LAWRENCEVILLE, NJ 08648.
21	,
22	
23	
24	
25	

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

you know, make, continue to make good-faith efforts or at least what they considered to be goodOfaith efforts to reach a deal, it was no longer possible. I think it was a culminating point, vis a vis the APA, if you will. So let's go back now to the meeting that began on October 20. Let's go back if we could to D 88 in evidence. part with the first page, and try to walk through this a little bit. I think you mentioned before that you and a couple other members of the MEC decide not to attend this meeting because you were concerned about some agenda items? Yes. Α. Is that first page, Saturday, October 20, it says not in attendance, Rautenberg, Lewin and Altman. Does that reflect what you just discussed? Α. Yes. It looks like the meeting continues if we turn to the second page on Sunday, October 21, 2001. Called to order at 10:30. Tell us, please, what efforts, if any, were made over the next several days to get the seniority integration process back on track. Tell us the efforts that were made, who was involved -- let me break it down for you. Were efforts made beginning on October 21, 2001, to get the seniority integration process back on track?

Yes, I think so. Our merger committee was in extensive 1 2 meetings with leadership of the APA. It was no longer really 3 the APA's merger and acquisitions committee they were meeting with, but with their chairman, and their union president, and 4 so they were meeting with them. They reported to us that 5 these meetings were not, you know, negotiations, you know, 6 even as a stretch any more, but merely the APA explaining to 7 them the way it was going to be. And explaining to them what 8 the integration was going to look like. 9 10 Q. Just logistically these minutes refer to the meeting being in Washington, D.C.? 11 12 Α. Yes. Are you saying the merger committee was also meeting at 13 Q. 14 the same time, were they also meeting in Washington? 15 Α. Yes. 16 Ο. How far apart were the two meetings taking place? 17 Α. Well. Do you recall? 18 Ο. 19 THE COURT: You mean physically? 20 MR. FRAM: Physically, your Honor, yeah. My recollection is that that we were in the same hotel, 21 22 they were meeting in the same hotel. I never saw where they 23 were meeting so I couldn't be sure of that. 24 Q. In addition to the people who were at the meeting, the

MEC meeting, and participating in the negotiations, were

- other people calling in from time to time?
- 2 A. Oh, there was a lot of calls.
- 3 Q. Tell us, give us a sense, who was calling in as this
- 4 discussion continued?
- 5 A. We had calls from Duane Woerth, we had calls from Howard
- 6 Atterian, we had calls from Senator Bond's office, a
- 7 | gentleman by the name of Trevor LeCann. We had a conference
- 8 calls with Jeff Brundage, from American. There was a lot of
- 9 | stuff going on, a lot of interactions going on.
- 10 Q. The different people who were calling in, what position
- ll | were they taking with respect to seniority integration?
- 12 A. Jeff Brundage was taking the position that, you know, he
- 13 | realized that this offer was, I won't use the terms he used,
- 14 | but it was a tough pill to swallow. It wasn't exactly what
- 15 he said.
- But that is the essence of it, in more crude
- 17 | language. But we should swallow it. And that it was the
- 18 best we were going to do. And that if we did not, that
- 19 American would not follow through on the commitments that it
- 20 | had made as part of the offer.
- 21 THE COURT: You mean the best efforts?
- 22 THE WITNESS: No. I mean American had made a
- 23 | commitment to provide a minimum floor to the domicile in St.
- 24 | Louis which was to be restricted to former TWA pilots. And
- 25 | that they would not comply with that. They also made a

- 1 | that you had talked with, which of advisors that were there
- 2 | that day had you talked with the most before then?
- 3 A. I don't recall. I know we had a long meeting with Randy
- 4 Babbitt.
- 5 Q. Wasn't Roland Wilder the one that had advised you the
- 6 most up to that point in time?
- 7 A. Roland Wilder was the advisor to the merger committee,
- 8 of which I was not a member, but did have meetings, we did
- 9 have meetings, updates from them and Roland Wilder.
- 10 Q. Okay. And you know that Roland Wilder had always
- 11 | advised the MEC not to waive scope up April 2, any way?
- 12 A. I don't recall.
- 13 Q. Do you recall that on April 2 Mr. Wilder initially took
- 14 | the position that you all should not waive scope?
- 15 A. I do not recall that.
- 16 Q. So do you recall that he was confronted verbally by Bob
- 17 | Christy regarding his opinion, you remember that?
- 18 A. No, if that happened, I wasn't aware of it.
- 19 Q. Do you remember that Roland Wilder left the meeting in
- 20 disgust? Do you remember that?
- 21 A. No, I don't. It seems to me I saw some documents that
- 22 | showed that he wasn't there at all. But I didn't have any
- 23 recollection.
- 24 O. I mean --
- THE COURT: He said he doesn't have any independent

- 1 recollection.
- 2 Q. You independently recall Mr. Wilder was there, however,
- 3 don't you?
- 4 A. I do not.
- 5 Q. Do you still have your deposition transcript in front of
- 6 you or was that removed from you?
- 7 A. I still have it.
- 8 Q. If you go to page 99. Are you at page 99?
- 9 A. Yes.
- 10 Q. Well, actually there is a question better on 102. At
- 11 | the beginning there.
- MR. FRAM: What line, please?
- 13 Q. Line 5. You are with asked a question regarding Mr.
- 14 | Wilder's presence at the meeting on April 2, right? You are
- 15 shown a document. Does that refresh your memory that he was
- 16 | not there on April 2 and your answer was there?
- 17 A. "I still think he came. He came in late, I believe."
- 18 Q. So he was there on April 2, that is your best memory
- 19 | sitting here today?
- 20 A. Yes. If he was there he came in late.
- 21 Q. At the same meeting, the April 2 meeting, that is, Mr.
- 22 | Singer, there was a request made to put up the matter for
- 23 | membership ratification vote. Do you remember that?
- 24 A. Yes.
- 25 | Q. And do you remember that, I don't know which adviser it

## Exhibit M

_	
1	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY
2	CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG,
4	HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually
5	and on behalf of all others similarly situated,
6	Plaintiffs,  VOLUME 14
7	V. TRIAL TRANSCRIPT
8	AIR LINE PILOTS ASSOCIATION,
9	Defendant.
10	CAMDEN, NEW JERSEY JUNE 30, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	TRUTTILO DODDICUES C DICUMDO
14	TRUJILLO, RODRIGUEZ & RICHARD  BY: NICOLE M. ACCHIONE, ESQ.  AND: LISA J. RODRIGUEZ, ESQ.
15	AND
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER
19	BY: STEVEN FRAM, ESQ. AND
20	KATZ & RANZMAN BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings. S/ LYNNE JOHNSON Lynne Johnson, CSR, CM, CRR Official Court Reporter LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT P.O. BOX 6822 LAWRENCEVILLE, NJ 08648. 

- 1 of it being a professional position.
- 2 Q. You had the corner office in the suite, correct?
- 3 A. That's right.
- 4 Q. And you supervised and organized the packing up of all
- 5 | the things that had been the TWA MEC?
- 6 A. I did not supervise, no.
- 7 Q. You directed the office manager under your direction to
- 8 pack up boxes of all the documents, all the notes, everything
- 9 else, right?
- 10 A. No, she did not work under my direction.
- 11 Q. All right. Do you know that hundreds of boxes of
- 12 documents were packed up in that location, correct?
- 13 A. Many boxes were boxed up.
- 14 Q. Were hundreds of boxes of documents packed up?
- 15 A. If I said hundreds before, I am not sure if I was
- 16 | correct. But it was many, many boxes.
- 17 Q. All right. And they are all shipped to a place called
- 18 | Iron Mountain, right?
- 19 MR. FRAM: Your Honor, I object.
- THE COURT: Yes.
- 21 MR. FRAM: May we see your Honor at sidebar. Or
- 22 that is fine.
- 23 THE COURT: Where is this going?
- MR. JACOBSON: I am going to explain why there is an
- 25 | absence of certain documents here. I am not casting blame

- 1 for it.
- THE COURT: No. Go to another area. Go to another
- 3 | area. Jack.
- 4 MR. JACOBSON: All right. Your Honor. I
- 5 understand.
- 6 Q. Let's move now to the beginning of this situation, a
- 7 | little before the American Airlines proposal was mentioned.
- 8 And there was something called a stand-alone plan, correct?
- 9 That was being worked on?
- 10 A. The company had --
- 11 Q. That could be a yes or no, sir?
- 12 A. Yes, the company had a stand-alone.
- 13 Q. You were involved with the negotiating committee on
- 14 | working out the terms of that stand-alone?
- 15 A. No.
- 16 \ Q. You were not involved with the negotiating committee in
- 17 | negotiating with TWA, Inc., regarding how ALPA would
- 18 | participate in the stand-alone plan?
- 19  $\mid$  A. Amy problem is with the stand-alone plan, we did
- 20 negotiate with the company.
- 21 Q. Say that again. I didn't understand what you said.
- 22 | A. We were not involved in what was called the stand-alone
- 23 | plan. However, we did negotiate with the company during that
- 24 period.
- 25 | Q. All right. Let me give you what has been marked --

## Exhibit N

Γ	
1 2	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG,
4	HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually and on behalf of all others
5	similarly situated,
6	Plaintiffs, VOLUME 15
7	V. TRIAL TRANSCRIPT
8	AIR LINE PILOTS ASSOCIATION,
	Defendant.
9	CAMDEN, NEW JERSEY
10	JULY 5, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	
14	TRUJILLO, RODRIGUEZ & RICHARD  BY: NICOLE M. ACCHIONE, ESQ.  AND: LISA J. RODRIGUEZ, ESQ.
15	AND GREEN JACOBSON, P.C.
16	BY: ALLEN PRESS, ESQ. (MO. BAR)
17	AND: JOE D. JACOBSON, ESQ. (MO. BAR) For the Plaintiffs.
18	ARCHER GREINER
19	BY: STEVEN FRAM, ESQ. AND
20	KATZ & RANZMAN  BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

1	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an
2	accurate record as taken stenographically in the above-entitled proceedings.
3	S/ LYNNE JOHNSON
4	Lynne Johnson, CSR, CM, CRR
5	Official Court Reporter
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	LYNNE JOHNSON, CSR, CM, CRR
18	OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT
19	P.O. BOX 6822 LAWRENCEVILLE, NJ 08648.
20	LAWINCEVILLE, NO 00040.
21	
22	
23	
24	
25	

- 1 | filed with the bankruptcy court?
- 2 A. I review drafts, yes.
- 3 Q. And do you recall that, I will refer you to page 10, I
- 4 | am sorry, page 4, paragraph 10. That paragraph is noting
- 5 that in addition to some waivers and modifications required
- 6 by the asset purchase agreement, that TWA and American they
- 7 requested other changes to the ALPA CBA in order to provide
- 8 | TWA and American with additional flexibility in integrating
- 9 the two carriers operations, and then it says these include
- 10 among other changes a relinquishment by TWA pilots of, talks
- 11 | about pay increases in A.
- 12 Let's focus on that by the way. What impact on the
- 13 | TWA pilots was there of them giving up pay increases from
- 14 TWA, Inc., of \$20 million in 2001?
- 15 A. None, because they got higher pay increases through TWA
- 16 LLC.
- 17  $\mid$  Q. B refers to more than \$1,500,000 actually in flight pay
- 18 reimbursement for pilots working on ALPA committees and
- 19 performing overwork for ALPA. Do you see that?
- 20 A. Yes.
- 21 | O. Did the TWA pilots involved in the MEC continue to get
- 22 | flight pay reimbursement after they gave up their right to
- 23 | flight pay reimbursement under the TWA, Inc., collective
- 24 | bargaining agreement?
- 25 A. Absolutely.

- Q. Who paid? Who reimbursed them for the flight pay losses and expenses?
- 3 A. Came through the ALPA budget.
- 4 THE COURT: They were still ALPA representatives at
- 5 the time..
- 6 A. Correct, correct.
- 7 THE COURT: Even though it was owned by American.
- 8 THE WITNESS: Correct.
- 9 Q. All right. So did you --
- 10 THE COURT: Didn't they have a bank of certain
- 11 amount of money that they, for flight pay loss, like \$9
- 12 | million or something?
- 13 A. What this is talking about is in the TWA, Inc.,
- 14 | collective bargaining agreement, there was a 9,000 hour
- 15 | flight pay loss bank.
- 16 THE COURT: That was not included in the LLC
- 17 transition agreement, let's call it.
- 18 THE WITNESS: That's correct. And what ended up
- 19 | happening then was that ALPA funds paid for the flight pay
- 20 loss rather than it being paid for by TWA.
- 21 Q. Do you know for the year 2001 how much ALPA paid to TWA
- 22 MEC members and those assisting them in flight pay losses and
- 23 | expenses?
- 24 A. Actually, I have a number that it would also include the
- 25 | amount paid for their advisors and to run the MEC office and

- all of that. But the total, oddly, it doesn't include my time or the --
- 3 THE COURT: Just the flight pay loss, not the other 4 expenses, just the flight pay loss was the question.
- 5 A. I don't have a number, a total flight pay loss number
- 6 for all of the individuals. No.
- Q. Do you have flight pay loss numbers for individual
- 8 members of the MEC who are doing this?
- 9 A. I do.
- 10 Q. What was the number for the MEC master chairman, Robert
- 11 | Pastore?
- 12 A. Absolute flight pay loss, or flight pay loss and
- 13 expenses?
- 14 Q. Let's distinguish what they are. What kind of expenses
- 15 | are we talking about?
- 16 A. Hotels, meals.
- 17 THE COURT: Travel.
- 18 THE WITNESS: Travel. But travel for pilots,
- 19 | normally they travel on their travel passes, mostly. So that
- 20 is not there. But it is hotels and meals and things like
- 21 that.
- 22 | Q. Put it all together, flight pay loss and expenses, what
- 23 was the number paid to Captain Pastore by ALPA in 2001, do
- 24 | you have that?
- 25 A. I have the number for 2001 was \$129,000.

- 1 Q. Okay. Was he paid additional flight pay loss and
- 2 expenses in '02?
- 3 A. Yes. Another \$54,000 in 2002.
- 4 Q. Okay. How about the voting members of the MEC, how
- 5 | about Sally Young?
- 6 A. Sally Young received 28,000 in 2001, and 14,000 in 2002,
- 7 for a total of almost 43,000.
- 8 Q. Alan Altman?
- 9 A. His total for the two years is 58,000, 38,700, in 2001
- 10 and almost 20,000 in 2002.
- 11 Q. Howard Hollander?
- 12 A. Howard Hollander's total for the two years was 68,600
- 13 | For 2001, and 30,000 for 2002.
- 14 THE COURT: Sean Clarke.
- 15 THE WITNESS: Sean Clarke was 38,000 in 2001, 8,000
- 16 | in 2002 for a total of about 46,000500.
- 17 Q. Mike Day, do you have his numbers?
- 18 A. 64,000 in 2001, and just 855 in 2002. He wasn't
- 19 involved any more.
- 20 Q. To round it out, Steve Rautenberg, do you have his
- 21 number?
- 22 A. I do. 31,000 in 2001 and nothing in 2002.
- 23 Q. So to the best of your knowledge did any of these pilots
- 24 | who were volunteering to advance the interest of the pilots
- 25 at large, did any of them suffer any out of pocket losses

1 based upon the efforts they were making on behalf of the TWA 2 pilots? 3 Α. Not at all. MR. JACOBSON: I object to that. 4 5 THE COURT: I am going to sustain that objection. First of all, was anybody ever turned down for flight pay 6 7 loss in 2001, of that group that you just went through one by 8 one by one. Any of them turned down? I am not aware that anybody on this group would have 9 been turned down. There was a period at the end of 2001 when 10 the MEC was drawing substantial amounts from one of the 11 contingency funds and there was a review process. 12 THE COURT: Were they ever told that, any of these 13 people told that lobbying for the Bond bill, time they spent 14 15 doing that would be not reimbursed for flight pay loss? The MEC members and officers I think the answer is no. 16 I think by December when the Bond bill was effectively dead 17 and some other none representatives were told that those 18 couldn't be reimbursed. That was at a point when the MEC --19 20 THE COURT: So there were people who were told no in 2001. 21 22 THE WITNESS: Not the representatives. THE COURT: Who are you talking about there? 23 24 . Pilots who didn't have a representative position, is 25 my recollection, who were seeking to, instead of showing up

## Exhibit O

1	
1	IN THE UNITED STATES DISTRICT COURT.
2	FOR THE DISTRICT OF NEW JERSEY CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG, HOWARD HOLLANDER, THEODORE CASE,
4	AND MICHAEL FINUCAN, individually and on behalf of all others
5	similarly situated,
6	Plaintiffs, VOLUME 16
_	V. TRIAL TRANSCRIPT
7	AIR LINE PILOTS ASSOCIATION,
8	Defendant.
9	
10	CAMDEN, NEW JERSEY JULY 6, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS
12	UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	TRUJILLO, RODRIGUEZ & RICHARD
14	BY: NICOLE M. ACCHIONE, ESQ.
15	AND: LISA J. RODRIGUEZ, ESQ. AND
16	GREEN JACOBSON, P.C. BY: ALLEN PRESS, ESQ. (MO. BAR)
	AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER BY: STEVEN FRAM, ESQ.
19	AND
20	KATZ & RANZMAN BY: DANIEL M. KATZ, ESQ.
	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
21	ELIZABETH GINSBURG, ESQ.
22	IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	
- >	

1	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an
2	accurate record as taken stenographically in the above-entitled proceedings.
3	S/ LYNNE JOHNSON
4	Lynne Johnson, CSR, CM, CRR
5	Official Court Reporter
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	LYNNE JOHNSON, CSR, CM, CRR
18	OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT
19	P.O. BOX 6822 LAWRENCEVILLE, NJ 08648.
20	DAWNENCEVILLE, NO 00040.
21	
22	
23	
24	
25	

- 1 | we bring to the table in terms of representing pilots and
- 2 | their interests plus they saw the advantage of being under
- 3 the ALPA merger policy so that in the event they would be
- 4 | merged in the future with another ALPA carrier they would be
- 5 | covered by the ALPA merger policy.
- 6 Q. You mentioned that a joint committee of some type was
- 7 | formed between Continental's union and ALPA to pursue merger
- 8 discussions?
- 9 A. Yes.
- 10 | Q. What happened next in terms of the effort to bring the
- 11 | Continental pilots into ALPA?
- 12 A. The next thing that happened was we agreed upon a merger
- 13 | agreement to merge the two in terms of all the business
- 14 points you would deal with, staff, money, things like that.
- 15 And an orderly transition. That was the next step. After
- 16 | that we then had to start going out and holding a vote within
- 17 | Continental pilot group.
- 18 Q. What did that involve?
- 19 A. Well, that involved a huge undertaking, a lot of pilots,
- 20 | we had office's at all their domiciles. We would go to crew
- 21 rooms. We had as I said other 50 pilot volunteers who would
- 22 go around and talk to pilots. We had a huge amount of staff
- 23 | support to handle this undertaking because it was very
- 24 | complicated and we had lawyers assigned because there were
- 25 | legal issues. Communications people assigned. It was a full

1 undertaking. 2 The leadership of the Continental pilots union had 3 agreed to merge, why was there any need to go and talk to the individual pilots? 4 5 MR. PRESS: Judge, I object to the relevance of 6 this. You don't know why we are talking about the 7 Continental pilots. 8 THE COURT: Yeah, I am beginning to --9 MR. FRAM: If you want me to explain, your Honor, I 10 am happy to. We are talking about what you do to organize pilots and we are going to compare it to what never happened 11 12 at American. None of this happened at American. THE COURT: You are wrong. That is a misstatement 13 of facts. There were cards out there. Those cards didn't 1 4 come from the Tooth Fairy. Those cards were being collected. 15 They were handed over to ALPA. Your statement that none of 16 17 this happened in American is not a true statement. 18 MR. FRAM: Sorry, your Honor. None of this was done by ALPA. ALPA did not organize other unions as 19 20 explained by the witness. THE COURT: That is unclear. That is your take. 21 22 am not sure the evidence doesn't support another inference on 23 that. 24 MR. FRAM: Your Honor, I respectfully disagree with 25 that.

THE COURT: The jury will decide that. That is 1 what we have them here for. 2 3 MR. PRESS: Your Honor, I believe Mr. Fram's statement to this jury but heard by this jury opened the door 4 to what happened after April 3rd, 2002. 5 THE COURT: Let's leave that for another day. 6 I think the jury has the drift of what you are 7 8 saying. I don't think we need an explanation for why there has to be a big campaign to generate votes among the pilot 9 10 groups itself in a merger. O. Did ALPA in any way shape or form initiate a card 11 12 campaign at American Airlines? A. No, they did not. 13 THE COURT: In the card campaign, where do the 14 cards come from? 15 16 A. In a card campaign we generate the cards. THE COURT: That's right. 17 We print cards. When we do our own card campaign we 18 Α. print the cards and distribute the cards. 19 20 THE COURT: You are aware there was a card campaign going on in a limited sense with American. 21 22 A. I am aware. THE COURT: You are aware those cards were 23 24 delivered, in fact, to ALPA. 25 A. Yes.

```
1
               THE COURT: Those cards then disappeared later on,
 2
     the physical cards. You know that as well.
 3
               THE WITNESS: Yes, that was in my deposition.
               THE COURT: You don't know what happened.
 4
               THE COURT: That's correct.
 5
               THE COURT: Do you know who printed the cards?
 6
7
         No, I don't know.
    Α.
8
               THE COURT: You don't know whether it was American
9
    that printed the cards and provided them to Hunnibell and
10
    Clark, the American pilots or they somehow or other got out
    and got cards of their hone.
11
12
    A. They could have done that.
13
               THE COURT: They could have done that but you
    don't know.
14
    A. I am not aware of providing any cards to them.
15
               THE COURT: You can't say, you don't simply know.
16
17
    You are not even aware of where the cards are, that might
18
     tell us, if we had the cards we might know who prepared them,
    wouldn't we? If we physically had the cards.
19
    A. I am not sure.
20
               THE COURT: Maybe. It might give us a clue who the
21
22
    printer was, was a printer used by --
23
    A. I understand what you are saying, but I am am not sure.
24
               THE COURT: There is a lot of things we could do if
25
    we had the cards.
```

- 1 A. I understand what you are saying.
- THE COURT: Go ahead.
- 3 Q. Mr. Rosen, did ALPA printed cards that were used to
- 4 distribute to the American pilots?
- 5 A. No, I am not aware --
- THE COURT: No, no. Don't say no. You don't know,
- 7 do you, where the cards came from? You don't know where the
- 8 cards came from.
- 9 A. I don't know where they came from.
- 10 THE COURT: And you don't know where they are so we
- 11 | can't do any forensics on them to figure it out, right? Is
- 12 that correct?
- 13 THE WITNESS: Yes.
- 14 THE COURT: Don't try to get him to say that he
- 15 knows American didn't distribute them. He is not aware that
- 16 | they did, but he doesn't know where they got the cards. I
- 17 | you don't know where Clark and Hunnibell got the cards.
- 18 A. All I know.
- MR. FRAM: We have testimony that --
- 20 THE COURT: He doesn't know. What other witnesses
- 21 say is one thing. He doesn't know.
- 22 Q. Mr. Rosen, did you direct anybody to print cards?
- 23 A. No.
- 24 Q. To send to the American Airline pilots?
- 25 A. No.

Has anybody at ALPA ever told that you they printed 1 2 cards to send to American? 3 No. No one of told me that. Q. Was any money ever budgeted by ALPA in 2001 to try to 4 5 organize the American pilots? MR. PRESS: He is leading the witness. 6 THE COURT: Yeah, you are leading him. By the way, 7 did ALPA ever indicate to Hunnibell and Clark that they would 8 reimburse them for expenses they incurred in their card 9 10 campaign. THE WITNESS: Did ALPA? 11 12 THE COURT: Did ALPA ever indicate on ALPA letterhead or ALPA, from ALPA official to say Clark and 13 Hunnibell that they would reimburse them for their expenses. 14 A. I am not aware of any --15 THE COURT: You are not aware? 16 THE WITNESS: No. 17 THE COURT: So if somebody showed you a memo or a, 18 or something that said otherwise, you would be surprised. 19 20 A. Yes, because I know --THE COURT: No, no, you didn't know. You would be 21 22 surprised if such a document were shown. 23 A. Why surprised? THE COURT: Well, because you are not aware of it. 24 So you would be surprised if somebody showed you an ALPA memo 25

```
and an ALPA documents that promised to reimburse. You
 1
 2
     indicator indicated there would are reimbursement.
 3
               THE WITNESS: Yes, your Honor.
               THE COURT: Okay. Next.
 4
         To your knowledge did ALPA ever actually reimburse any
 5
    Q.
     expenses to Clark or Hunnibell?
 6
 7
         No, they did not.
 8
     Q. Let's wrap up with the Continental campaign. I think
 9
     you told us about some of the, have you told us about the
10
     resources that ALPA devoted to trying to pursue the merger
    with Continental?
11
12
     A. I think I did. I explained that we had two assistant
13
     directors, we had a whole bunch of people from
14
     communications, legal department, a lot of pilot volunteers,
     a lot of interim political officers who were assisting in the
15
16
     campaign. Very widespread support.
17
     Q. And what cost, can you tell us how much money ALPA
18
     incurred during the course of trying to organize or merge
19
     with the Continental pilots?
20
               MR. PRESS: Again, Judge, relevance.
21
               THE COURT: Are you objecting?
22
               MR. PRESS: Yes.
23
               THE COURT: Say I object.
24
               MR. PRESS: I object.
25
               THE COURT: Sustained.
```

- 1 crossed the picket line, they were referred to as scabs,
- 2 right?
- 3 A. That's correct.
- 4 Q. You are aware that these scabs in fact were precluded
- 5 | from ALPA jumpseats?
- 6 A. I am aware of that.
- 7 Q. Right. And you are aware that in fact there was a list
- 8 of all these scabs that ALPA produced and distributed to all
- 9 of its members, right?
- 10 A. No, I am not aware of that.
- 11 | Q. You are not aware of that?
- 12 A. No.
- 13 Q. Aren't you aware there was a lawsuit over that and you
- 14 | provided testimony, I think?
- 15 A. Yeah, that we didn't have a list.
- 16 O. You didn't have a list?
- 17  $\mid$  A. We did not have the list. That was the testimony.
- 18 Q. Isn't it true, Mr. Rosen, that in 1991 ALPA produced and
- 19 distributed 50,000 copies of the scabs list, the final
- 20 | publication was entitled the scabs of Eastern, of the strike
- 21 of 89. Aren't you aware of that?
- 22 A. I don't remember.
- 23 Q. Can I show you?
- 24 A. Sorry.
- 25 Q. I want to show you.

```
MR. FRAM: Your Honor, I object under 403.
1
               THE COURT: No, I will allow it.
2
              MR. FRAM: Can I see you at sidebar?
3
               THE COURT: I am going to allow it. The jumpseat
4
    issue is clearly in the case. I will allow it. Go ahead.
5
    Q. I am going to hand you something that I want you to look
6
7
    at, first of all, what is it, are you familiar with this?
8
               MR. FRAM: May I have a copy?
9
               MR. PRESS: I am sorry.
10
               THE COURT: What is it marked?
              MR. PRESS: It is not marked, Judge. It is just, I
11
12
    am just using it to refresh memory for now.
          I what are you pointing me to? I apologize --
13
14
          Have you ever seen this case I have landed you?
    Q.
15
    Α.
          Yes.
16
          Oh. This is a published opinion of --
    Q.
17
         I said yes.
    Α.
18
         Dun versus ALPA?
    Ο.
19
         Yes.
    Α.
20
         You are familiar with in lawsuit, right?
         Goes back a long time. I don't recalling it. I would
21
    have to read it, your Honor.
22
23
               THE COURT: Well, if you want to read it, I am
24
     certainly going to ask him to ask questions on it.
25
               MR. PRESS: I don't want to sit and have you read
```

```
1
     in front of the jury.
               THE COURT: If you want to know about the list,
 2
 3
     forget -- just stick with what he knows about the list.
     Q. You are denying that ALPA produced and distributed a
 4
 5
     scab list?
        No, you have refreshed my recollection. I would like an
 6
 7
     opportunity to review it, and I appreciate your refreshing
 8
          I apologize if I gave incorrect information on that.
               THE COURT: Okay. Your recollection is refreshed.
 9
          In this is refresh refreshing your memory in fact ALPA
10
     Q.
     did produce and distribute a scab list?
11
          If that is what it says, that is what it says. That is
12
13
     why I wanted to review it.
               THE COURT: Let him look at it.
14
15
          Please --
     Q.
               THE COURT: Go ahead and a look at it.
16
17
     Ο.
          I show you --
18
               THE COURT: Let him look at it.
               MR. PRESS: I am sorry, Judge.
19
20
               (Pause)
          I see the paragraph you highlighted which clearly states
21
     in 1991 ALPA produced and distributed 50,000 copies of the
22
23
     scab list. This final publication was entitled the scabs of
     Eastern, of the strike of '89.
24
25
               THE COURT: The question is do you recall that
```

- 1 now?
- 2 A. I do recall it now.
- THE COURT: Okay.
- 4 Q. So as a matter of fact, ALPA did produce and distribute
- 5 | a scabs list of these Eastern pilots, right?
- 6 A. I think you asked me that. Yes.
- 7 Q. And part of the intention of doing that was for that
- 8 list to be taken into cock pits by ALPA pilots so they on on
- 9 | would know who the scabs were that might want to sit in the
- 10 jumpseat. That was part of the reason?
- 11 A. I can't speak to the intent.
- 12 Q. That is fair enough.
- 13 Q. Following up on some of the judge's questions about Mr.
- 14 Rindfleisch. You were aware at the time, this is 2001, on
- 15 | '02, that he was communicating directly with American pilots
- 16 | about rejoining ALPA?
- 17 A. He was communicating with American pilots. Who were
- 18 expressing an interest in ALPA.
- 19 Q. And two in particular had undertaken this card campaign,
- 20 Mr. Hunnibell and Mr. Clark, right?
- 21 A. Yes.
- 22 Q. You know for a fact Mr. Rindfleisch had regular
- 23 communication with those two men.
- 24 A. There was frequent emails exchanged between the three of
- 25 them.

```
serious and prejudicial and if your Honor is concerned about
1
     anything I say, that might suggest that, I request that you
2
 3
     call counsel to sidebar. I really do.
 4
               THE COURT: Okay.
               MR. FRAM: I am very upset about the Court's
 5
 6
     comments on the record in front of the jury so.
 7
               THE COURT: All right.
 8
               MR. FRAM: I request that you not do that again,
9
     please.
               THE COURT: All right. I am going to give this
10
     charge, this instruction. When the jury comes in.
11
12
               MR. FRAM: Thank you, your Honor.
               (Jury enters the courtroom (.
13
               THE COURT: Everyone please be seated.
14
               Ladies and gentlemen, I want to give you an
15
     instruction that relates to an interchange that took place
16
17
     earlier in the day.
               During the examination of Mr. Rosen I made a
18
     comment to the effect that Mr. Fram had made an inaccurate
19
20
     factual statement.
               I instruct you to disregard that comment. Certain
21
22
     of the facts in this case are disputed by the parties, and my
     comment referred to those disputed facts. It is your role as
23
     the jury to decide disputed facts. Your role and your role
24
25
     alone.
```

I also want to make it clear that I have been very 1 proud of all the lawyers in this case. I believe all the 2 3 lawyers in this case, every one of them, have acted in the highest traditions of the profession, and honorably in every 4 respect. 5 And I don't want anything I ever say to make you 6 7 think that I disrespect or am critical of anything, given the difficulty of this case and the emotions involved. All the 8 lawyers on both sides have performed admirably. 9 10 Okay. MR. FRAM: Thank you, your Honor. ALPA calls 11 12 Richard Seltzer to testify, please. THE COURT: Richard Seltzer? 13 14 MR. FRAM: Yes, your Honor. 15 RICHARD SELTZER, sworn. 16 DIRECT EXAMINATION 17 BY MR. FRAM: 18 THE COURT: You may proceed. 19 Good morning, Mr. Seltzer. You are a lawyer at the 20 Cohen, Weiss law firm in New York? 21 Α. Yes. Is that correct? 22 Q. 23 Α. Yes. 24 Q. That law firm has represented ALPA in certain legal 25 matters over the years?

- 1 a pilot representative or two, and so I do remember talking
- 2 to people at ALPA about that, did they have a recommendation
- 3 on who might be a good retiree to serve on the committee.
- 4 But other than that, and sort of reporting that the motion
- 5 had been made, ALPA didn't -- none of the unions I think
- 6 represented there, retirees for those purposes, so it wasn't
- 7 that.
- 8 Q. Did you give some kind of presentation at the meeting on
- 9 | March 21 and 22 of 2001 about Section 1113, the likelihood of
- 10 | it being granted and related issues?
- 11 A. Yes.
- 12 Q. As of March 21 and 22, did you have an understanding
- 13 | about when the motion would be heard by the Judge, by Judge
- 14 | Walsh and when ALPA would be required to file any responsive
- 15 | papers?
- 16 A. Yes.
- 17 Q. What was your understanding of when the motion was going
- 18 | to be heard by Judge Walsh are?
- 19 A. I believe when the motion was filed, in fact, if I can
- 20 look at it for a second, it had down, hearing on the first
- 21 | page, it had hearing date to be determined. Objection date,
- 22 March 26.
- 23 So when it was filed we actually didn't know what
- 24 day it was going to be heard.
- 25 I believe right around the 21st, it may have been

- 1 | the 21st, TWA filed an amended motion stating that the
- 2 | hearing would be held on April 6, and that objections would
- 3 be due March 30 instead of March 26.
- 4 Q. Okay.
- 5 A. And I believe I reported at that meeting that at some
- 6 point during that meeting.
- 7 Q. When you reported to the MEC -- by the way, just tell us
- 8 generally who was present at the meetings on March 21 and 22,
- 9 2001?
- 10  $\mid$  A. It was an MEC meeting. There were a series of these
- 11 | meetings. Members of the MEC would be there and the officers
- 12 | and the chairs at least of the negotiating and merger
- 13 | committees, and the creditors committee representatives, and
- 14 David Holtzman and me and Steve Tumblin and Michael Glanzer,
- 15 | and I think at most of these meetings, if not all of them,
- 16 | Clay Warner.
- 17 | Q. Did you talk at the meeting on March 21 and 22 about
- 18 | whether the hearing date could be postponed, whether there is
- 19 | a way to get the motion to be considered to be put off?
- 20 A. I believe I did.
- 21 Q. What did he say?
- 22 A. The statute, this is a very unusual statute. The
- 23 | statute says that when the motion is filed, the hearing, the
- 24 | Court will schedule the hearing no later than two weeks after
- 25 | the motion is filed. And the Court, for, it says something

20

21

22

23

24

25

like special circumstances or the circumstances of the case, 1 can extend it one week, and that is all. The hearing has to 2 start 21 days after the motion is filed. No later than that. 3 4 Unless the company agrees. 5 As I remember, April 6 was 21 days, maybe it was 20 6 days, but it was 21 days after March 15. So that unless the 7 company agreed, the hearing was going on start on April 6. 8 The statute instructed the Judge not to extend the start of the hearing unless the company agreed. 9 Did you have a sense on March 21 or 22 of how long the 10 hearing would take? 11 12 Yes. I had a general sense. Α. Q. Did you talk to the people at the meeting about how long 13 14 you thought the hearing would take? At both this meeting and the meeting on, the last 15 meeting which was April 1, 2, my -- and we were focusing at 16 this point more on getting the objection done and filed. 17 18 That was the first thing we needed to do. But that -- from everything I knew in the negotiations, everything was 19

And so my view, I think I expressed at this point,
I know I expressed at the next meeting, was that we would
need a witness, the negotiating history was going to be
agreed to, I thought, what is in the contract is going to be

focusing now on scope and successorship. And seniority

integration. I sort of mean that too.

## Exhibit P

1	IN THE UNITED STATES DISTRICT COURT.
2	FOR THE DISTRICT OF NEW JERSEY CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG,
4	HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually
5	and on behalf of all others similarly situated,
6	Plaintiffs, VOLUME 17
	V. TRIAL TRANSCRIPT
7	AIR LINE PILOTS ASSOCIATION,
8	Defendant.
9	CAMDEN, NEW JERSEY
10	JULY 7, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	
13	APPEARANCES:
14	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ.
15	AND: LISA J. RODRIGUEZ, ESQ. AND GREEN JACOBSON, P.C.
16	BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)
17	For the Plaintiffs.
18	ARCHER GREINER BY: STEVEN FRAM, ESQ.
19	AND  KATZ & RANZMAN
20	BY: DANIEL M. KATZ, ESQ. FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
21	
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

1	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an
2	accurate record as taken stenographically in the above-entitled proceedings.
3	S/ LYNNE JOHNSON
4	Lynne Johnson, CSR, CM, CRR
5	Official Court Reporter
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	I VNNE TOUNGON CCD CM CDD
18	LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT
19	P.O. BOX 6822  LAWRENCEVILLE, NJ 08648.
20	LAWRENCEVILLE, NO 00040.
21	
22	
23	
24	
25	

and all reasonable inferences from that evidence is to be viewed in a light most favorable to our clients, and when you do that you will find --

THE COURT: You even said that in a brief.

MR. PRESS: You will find there is substantial evidence in this record to support findings of yes on both of the questions that you had proposed to send to the jury. And you should deny this motion, Judge.

THE COURT: Okay. Anything else by anybody?

MR. FRAM: No, thank you, your Honor.

MR. PRESS: No, your Honor.

THE COURT: I am going to deny the motion for directed verdict, the Rule 50 directed verdict at this time. I think there are, admittedly there are fragments, but there are fragments of evidence flowing through this record, and I guess I am most troubled by, but I think that it is not a very subtle point that ALPA had a potential for conflict of interest, a serious conflict of interest here. I mean there was only two months before the American acquisition was announced that they, that there was a unity resolution, I think I have that right, the unity resolution was passed and Woerth I think went down to speak to APA, and clearly, by the way I find nothing wrong in any of that. It was done in November, 2000, or earlier, to try and bring in American, you know, and Fed Ex and UPS, and Continental, and anybody else

into the ALPA fold.

It was perfectly lawful, proper conduct. And American would I think at that time may have been one of the most prosperous American passenger carriers. And certainly try to bring them into the ALPA fold. Perfectly proper. We need to decide how one goes about doing that as a goal, under the circumstances. It is perfectly legitimate.

But ones American announced its acquisition, and required the waiver of the scope provisions in the ALPA contract as a condition for the acquisition of a clearly a failing airline, ALPA was very much in a conflict of interest situation. And I simply don't believe, I mean I think a jury could conclude they were certainly well aware there was a conflict of interest inherent in that situation and the question is how did they deal with it. I agree it is not like a lawyer, you kick the lawyer off the case, and hire two new lawyers.

You can't do that, you can't say I am going to fire this union and say, well, bring the Teamsters in to negotiate for us. You can't do that. I mean, the pilots, the TWA pilots couldn't do that.

So I think it behooved ALPA, you know, to be like Calpernia, Caesar's wife, and you know, be above and beyond all reproach.

Again we have all the snippets of evidence relating

dispute about what a reasonable lawyer would have done, the plaintiffs are required to present expert testimony. They didn't present any that was admissible. We understand the Court's ruling.

THE COURT: Again, I recognize that that is, that the question of bringing litigation really creates a very, very difficult issue. But I don't think that just based on the evidence before me there is really enough in the position to say this suit was meritless. Somebody, I think the issues are far more complicated.

We have -- I won't say this has never happened. I think there are one or two cases around where duty of fir representation was related to seniority integration. But it is a very unusual case. Very, very unusual. This is not just a case of where -- this is an issue of two unions in the same field, and one, possibly wanting to take over the other one, and a union in a position of lose-lose, I think it is a very unusual situation. I think courts, had they been facing, you know, Roland Wilder's suit, you might have gotten some unusual results.

All the law is against it. Every bit of it. I couldn't find anything favorable, but I was 100 percent sure I was going to win the case. Guess what? I won it. There was something about the case that told me, you can read all the cases you want. Usually it is the other way around. And

```
distinction between, you know, that the union is the union
1
    and the MEC is something totally different. Not going to do
2
 3
    that.
               MR. FRAM: Okay, thank you.
 4
               THE COURT: But you can, you know, the fact that
 5
    you can argue that they were selected by the MEC, you know,
 6
    and reported to the MEC, or paid for by the union. I am not
7
    going to allow it. Next. Finished with 14 out of 15.
8
               MR. FRAM: Yes. 15, I think, on 15, your Honor,
 9
     you didn't like "highly." But I will note any way that at
10
     the very top of the next page, it refers to reasonableness
11
12
     that is irrational.
               THE COURT: Sorry.
13
               MR. FRAM: The first sentence of 15, union's
14
     conduct is arbitrary if looking at all the evidence
15
     presented, it is so far outside the range of reasonableness
16
17
     that it is irrational.
               I just note O'Neill uses the phrase "wholly
18
     irrational." So we would ask the Court to consider that.
19
               THE COURT: I personally think the word "wholly"
20
     confuses rather than, if the plaintiff accepts it, I will put
21
     it in.
22
23
               MR. PRESS: No. I like your instruction, Judge.
24
               MR. FRAM: I have nothing else on 15, your Honor.
               THE COURT: 16.
25
```

bad faith when it acts or fails to act out of ill will 1 2 towards the employees it represents." 3 MR. FRAM: Yes. 4 THE COURT: There is no objection to that change. 5 I will make it. 6 THE COURT: What else? 7 MR. FRAM: Next paragraph, examples of bad faith. Deliberately making misleading statements to employees, not 8 9 disclosing conflicts of interest, acting with hostility towards union members and ignoring union policies in labor 10 11 negotiation. We are a little concerned about that language, 12 your Honor. 13 One, not disclosing conflicts of interest. not sure, we don't believe the law supports that. Acting 14 15 with hostility towards union members. 16 Again, I alluded to this testimony, which I think 17 you know my view of it, by Comlish, that when Duane Woerth 18 scowled at him, I am concerned that the jury might think 19 someone might not, that someone allegedly raising their 20 voice, that someone raising their voice is a violation. 21 doesn't. It has to be meaningful. Or ignoring the policy of 22 the labor negotiation. I don't know that the law supports 23 that. We think the jury is going to be confused, and I 24 25 don't believe there is any evidence, your Honor, in the case

1 the verdict sheet? 2 THE COURT: Yes. 3 MR. FRAM: I have one request. I think I know how 4 you are going to rule. We submitted a verdict sheet. 5 THE COURT: Let me find it. 6 MR. FRAM: Your Honor, we think it is important to 7 separate issues out to avoid confusion. We request separate 8 questions relating to the vote on April 2 and events 9 thereafter, both with respect to each breach of the duty and 10 causation. 11 THE COURT: No. No. I don't think, I know you 12 wanted from day one to separate the case that way. If you 13 want to argue that there was no card campaign, the evidence 14 doesn't show there was any conflict up April 2. Fine, you 15 can argue that to the jury. But I am not going to split the 16 case. 17 MR. FRAM: Thank you, your Honor. 18 THE COURT: What is your comment? 19 MR. PRESS: Interrogatory two, the causation 20 question. Did ALPA's violation of its DFR directly cause 21 injury to the TWA pilots? 22 I would suggest removing the word "the" and leaving 23 it, because that would suggest all. And the jury has heard 2.4 from Mike Day that he wasn't hurt by Supplement CC. And that 25 fact alone would preclude us from a yes answer to that

## Exhibit Q

1	
1	IN THE UNITED STATES DISTRICT COURT.
2	FOR THE DISTRICT OF NEW JERSEY CIVIL 02-2917 (JEI)
3	PATRICK BRADY, SALLY YOUNG, HOWARD HOLLANDER, THEODORE CASE,
4	AND MICHAEL FINUCAN, individually and on behalf of all others
5	similarly situated, Plaintiffs,
6	VOLUME 18 V. TRIAL TRANSCRIPT
7	AIR LINE PILOTS ASSOCIATION,
8	Defendant.
9	
10	CAMDEN, NEW JERSEY JULY 11, 2011
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE
12	APPEARANCES:
13	
14	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ. AND: LISA J. RODRIGUEZ, ESQ.
15	AND
16	GREEN JACOBSON, P.C.  BY: ALLEN PRESS, ESQ. (MO. BAR)
17	AND: JOE D. JACOBSON, ESQ. (MO. BAR) For the Plaintiffs.
18	ARCHER GREINER
19	BY: STEVEN FRAM, ESQ.  AND  AND  AND  AND  AND  AND  AND  AN
20	KATZ & RANZMAN BY: DANIEL M. KATZ, ESQ.
21	FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.
23	
24	
25	

1	Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the
3	above-entitled proceedings.
	S/ LYNNE JOHNSON
4	Lynne Johnson, CSR, CM, CRR
5	Official Court Reporter
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER
19	UNITED STATES DISTRICT COURT P.O. BOX 6822
20	LAWRENCEVILLE, NJ 08648.
21	
22	
23	
24	
25	
- 3	

```
concerned a little bit about causation in two respects. One,
 1
 2
     we think the jury needs to understand that causation has to
 3
     be proven by the plaintiffs, you say that in the charge.
               THE COURT: I say it in the charge, now I will be
 4
     saying it twice, with that paragraph.
 5
               MR. FRAM: But we also request, consistent with the
 6
 7
     charge we submitted yesterday, that they be instructed that
 8
     they should not speculate about whether things might have
     been different. We also request, given the instruction on
 9
10
     the verdict sheet that a separate section be included here
     that focuses just on the issue of causation.
11
12
               THE COURT: I am satisfied that the charge covers
13
     that point. I mean more than happy.
14
               MR. FRAM: We stand on the objections we made last
15
     week as well.
16
               THE COURT: Of course. Okay.
17
               MR. FRAM: Thank you.
               THE COURT: I am going to mark what is now draft
18
     number 4 of the charge, and draft number 3 of the jury
19
     verdict, as C 3 and C 4. And before we close I will mark the
20
21
     exhibit, the final char charge.
               MS. RODRIGUEZ: The jury instructions are C 3 and
22
23
     the charge is C 4.
24
               THE COURT: The other way around -- no, you are
     right. C 3 will be the charge, and C 4 will be the verdict
25
```

No. No. No. That is all they ever said to the TWA pilots. And they never had an idea of their own, no, that is not a good idea, but let's try this. No, they didn't do anything to supply the TWA pilots with any leverage after they stripped them or advised them to surrender their best leverage. That is what happened here.

2.3

And we brought you the people that wanted to fight. Who did they bring in? They brought you four lawyers, not that there is anything wrong with that. They brought you four lawyers, none of whom told you anything that they did to help in the seniority debate. None of them. Not one of them. And they brought you two disgruntled former TWA pilots, Rautenberg and Singer, and they brought you a completely discredited former president, Duane Woerth. And why do I say that he is discredited?

Mr. Fram called my clients liars. I am not going to do that to Ambassador Woerth, but what he said on the witness stand wasn't entirely truthful about some of the important things. You remember the testimony, my partner, Joe, was cross examining him about the scab list. Remember the testimony, there was this business about the TWA pilots wanted to have a jumpseat war against the American pilots. And there was, there was some evidence, Duane Woerth was asked the question, isn't it true that ALPA has a list of scabs, and that scab list is distributed to members? And the

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

2.3

24

25

idea is that ALPA members are not to allow scabs to use the jumpseat. Do you remember that? And I should give you some more framework before I go on. ALPA has told you that we don't do jumpseat wars because we don't use the jumpseat to punish another pilot. We don't use it for political reasons. Well, that is hogwash. They do it. With this scab list. Duane Woerth denied it. Oh, we have never had a scab list. Remember how, he was very calm in his testimony. But when it came to that scab list he perked right up. And he said very defiantly, no, we have never had a scab list. Remember what he said next? That would be illegal. Okay.

Joe sat down.

Then what happened a week later? Seth Rosen is on the witness stand, and he tells you the truth. They did have a scab list. It took them a while to get there to remember that. Remember I had to show him a copy of a court opinion that he actually participated in and once he read that, he said, he had to admit then, yes, Mr. Press, we did have a scab list and we did distribute it to all of our members.

So Duane Woerth was not exactly truthful with you. And as Mr. Fram told you, I mean, come on, that is black and white.

> Did you have a scab list, Captain Woerth? No, that would be illegal.

We know it is not true. They did have one. But he just didn't want to tell you that. And what did Mr. Fram say about somebody that doesn't tell you the truth in the witness stand? You can believe what you want to believe and what you don't want to believe. And I suggest that everything he said should be clouded, you should judge very seriously whether or not you believe that from this man. All right.

So that is what they brought you. We brought you all the people who wanted to fight and they brought you a bunch of people that told you nothing about any fight that they put up. All they brought to you was excuses.

And I am sitting here listening to Mr. Fram, and excuses, everyone has got an excuse, excuses are like noses, my mother told me. Everybody has got one. That is not what the TWA pilots wanted. They wanted a fight. They wanted real support. They needed leverage against the American pilots. Yes.

What Mr. Fram said is true, the American pilots did have the leverage. But they didn't have the most powerful pilot union in the world backing them up.

And that is what our clients expected. They expected real support.

Now, let's get to the instructions you are going to get. The Judge is going to instruct you that ALPA violated its duty of fair representation to the TWA pilots if it did

one of two things. If it acted arbitrarily, or it acted in bad faith.

Now, let's begin with arbitrary, okay. You will be instructed that examples of arbitrary conduct include acting in a perfunctory or superficial manner. Perfunctory or superficial manner. If a union does that, a union has acted arbitrarily and has violated its duty to its members.

So did ALPA act perfunctorily, superficially? You bet. I mean, my goodness, they did nothing but give lip service.

I am going to break things down into things that made sense in my mind any way. Let's talk about the broken promises first. I think it is completely legitimate and fair to conclude that a union act arbitrarily when it doesn't do what it promises to do.

It seems fair. If you promise one thing and you don't deliver, you do just the opposite, then that is arbitrary conduct. And so let's look at what ALPA promised my clients, while all of this was going on. They are real words. D 243.

Now I need to be able to see it.

D 243. What did they promise here? Can you go to the highlighted section?

What is the date on this? I need to go over here so I can see. This is an MEC meeting from January, 2001,

right. And Captain Shwartz, where is he at? He is the vice chairman there, the second line. He reports on some conversation he had with Duane Woerth. What does he report? If you go to the next clip. Shwartz briefed the MEC on his conversation with ALPA president Duane Woerth. He said President Woerth indicated he would be extremely supportive of the MEC's efforts in the coming months.

So that was promise one. Woerth is going to be extremely supportive.

What is promise two? March 2, D 245. This is again an MEC meeting, March 2, in St. Louis. And there is another report on what Duane Woerth says he is going to do, if we can go to that. Vice chairman Scott Shwartz stated that Captain Woerth was committed in assisting this pilot group to facilitate fair seniority integration. Good. That is what we want. Assured the body that all resources would be utilized to obtain fair seniority integration.

All resources would be used.

That is what was promised that date.

What is the next one? March 21, D 223. Another MEC meeting. March 21. What is the promise and commitment delivered that day? Again from Scott Shwartz. He again briefed the MEC regarding teleconference with Duane Woerth who promised to ramp up ALPA support and utilize other legal venues for support. Other legal venues. That would be

what? A lawsuit.

And by the way, the timing of that, March 21, the first time TWA pilots asked to bring a lawsuit was five days later when Roland Wilder that letter to Duane Woerth suggesting he should try to hold up this deal to buy times for my guys. That was written five days after Woerth promised other legal venues of support. And of course, we know what happened to that litigation strategy. It was rejected. Woerth didn't even bother to respond to Roland Wilder on that one.

Okay. So the next promise, this one we don't have a document of, but we have Mike Day's testimony. Remember Captain Day, the distinguished man who was head of the merger committee, in charge of negotiating the seniority? Do you remember him? And Mike Day told you that after he got done with his first round of, if you want to call them negotiations, at the end of March with the American negotiators, he was very distraught, and he said he had a conversation with Randy Babbitt, and Babbitt told him, said, Mike, don't worry about it. Duane Woerth has told me that as soon as we get all the bankruptcy issues put aside, the gloves are coming off. That was promised at the end of March. As soon as we get the bankruptcy issues resolved, the gloves are coming off. Okay. That sounds good.

So that was the promise that day.

Then let's go to the next one, which is April 23, D 1 2 78. This is April 23, another MEC meeting in St. Louis. 3 This is the one where Duane Woerth attended, and what did he 4 report to the MEC? What did he report? First we have Ted 5 Case over here. He is making a statement for the record, and he wants Captain Woerth on the record this time. He says, 6 7 Captain Woerth, if the TWA pilots -- Oh, he asked Captain 8 Woerth if the TWA pilots had his commitment as the president of ALPA to use the full resources of the association, 9 10 including litigation, if possible or necessary, against the 11 APA, American, and TWA. 12 What does Captain Woerth, how does he respond? 13 Captain Woerth responded what? If there was any basis for 14 litigation, it will be pursued. 15 That no stone will be unturned to protect the TWA 16 pilots. 17 Now, maybe there is no legal duty to turn over any stone on behalf of the guys you represent, but if you 18 19 promise it to them, shouldn't you deliver it? Of course you 20 should. 21 So that was April 23. What is the next one? It is May 31, P 316. P 316. This is the May 31 letter that Duane 22 23 Woerth sent to every TWA pilot. All 2,300 of them got this 24 letter. And what does he say here? How does he conclude? 25 As president, I will continue to coordinate with

your MEC and your merger committee to ensure TWA pilots are fairly and equitably integrated into the American pilots seniority list.

Okay. And we had every MEC member testify and every merger committee member testify, up to that point, sir, and Ms. Young, was there any coordination between MEC and Duane Woerth? And the answer was no. Was there any coordination thereafter? No. And the same question was asked of Sean Clarke and Mike Day and they both testified no.

So, but this is what the ALPA president is promising. This is what they were promising. And that is what my clients expected. That is what they expected. The full resources of their union applied against the American pilots. So that they could in fact get the best seniority integration possible. That is what they expected. That is clearly not what they got. What they got was a whole gaggle of advisors that show up on April 2 to persuade them to waive scope. We know that happened. Then they all disappear, all these advisors, meeting after meeting in March, and early April. And then poof, they are gone. Never to come back.

It is all the pilots ever got from ALPA was lip service and the word no. That is all they ever got. They even said no to writing a letter, remember, this one? It is D, no, P-161. P-161. This is, I mean this is really

amazing.

This is Randy Babbitt, he was the last witness to testify by that video deposition that they played. And he wants to write a letter to the secretary, or the -- yeah, the head of the Department of Transportation, Norm Mineta and he wants to write this letter saying Secretary Mineta, you should hold up this American deal until the seniority issues are played out and worked out and there is going to be some assurance of fairness. That is what the attached letter says.

And what happened? He sends this up to Clay Warner on March 28. Warner testified that he spoke with Paul Hallisay, this ALPA lobbyist about it. And Paul said, Duane says no. Okay. You can't even send a letter.

Go to the next page, or the last page, there is another no in here. Remember Clay Warner wouldn't even agree when the Judge was trying to get him to agree that that is his handwriting? The suggested proposed letter says that I would suggest that the final DOT approval should include language requiring American to take appropriate steps to meet the minimum fairness standards on seniority integration.

Okay. And Warner -- that is proposing DOT assure fairness in the transaction. And Warner writes, no.

You are going to be instructed on this arbitrariness element, that a union acts arbitrarily if it

acts irrationally.

Irrational behavior from a union is arbitrary conduct.

Now, like broken promises, shouldn't we conclude that it is irrational for a union to persistently violate its own practices and policies? If a union persistently does that in representing its members, wouldn't you consider that to be irrational? Well, there was plenty of that here. Plenty of it. We saw that ALPA has many, many tools available to itself to help its members.

Many tools. And I am going to list them one by one. And the fact is, and why we are here is that none of those tools were given to the TWA pilots. The first one I want to talk about is contract negotiation assistance.

These TWA pilots as part of the scope surrender, they get this new collective bargaining agreement, right?

Mr. Fram wants you to believe this is some great thing. I will get into that. But let's just talk about how it was negotiating and compare that to ALPA policy.

ALPA first of all has a written policy on how to negotiate a contract with your employer. And that was exhibit 249. P-249. Or J, I am being told there is the first page of it. We had Mr. Rosen talk about some of this stuff. And on the first highlighted clip, what is the policy there? D. Ratification. That means you have to have all

the members vote on it. Ratification. The conclusion of an agreement shall, at the discretion of the MEC, be subject to MEC or membership ratification.

So if the MEC wants, it can put out a contract for membership ratification.

What happened here? On April 2 when the advisors are all there telling them the train is leaving the station, they may say that comment wasn't made, but you know it was, they all say it. But when that conversation was taking place the MEC said they were reluctant to do this. They didn't want to. They said can't we put this out for vote? Can't we have membership ratification? And what was the response?

No. There is not enough time. There is not enough time to do that.

Well, what was driving that issue? The bankruptcy hearing which was set to be heard four days later. Okay. The meeting was on Monday and then the bankruptcy hearing was on a Friday, and they are saying, well, there is not enough time to put it up for ratification. But there was. Mr. Seltzer supplied the proof. He told you that there is an automatic right to an extension of the 1113 hearing. All they had to do is go into court and say Judge, we would like an extension of this hearing so that we can put this issue out to vote to the members, the union local representatives have asked for it, and that is what we want to do.

And that would have been done. Then ALPA has procedures for telephonic balloting. In can be done very quickly. So when they told the MEC there is not enough time, that wasn't true. There was time. They just wanted a decision that day. And I will explain to you why that was important to them. But not now.

The next highlighted page, again, how to negotiate a contract policy. This one is "Crisis and concessionary Negotiations."

The TWA pilots were clearly involved in a concessionary negotiation. They were being asked to give up their scope. Nothing could be more important to them.

So this policy applies. And what does it say on the next page? If you are involved in that kind of negotiation, ALPA shall provide to the MEC, can you highlight that? Shall provide three things. First one is probably the most important one: Coordination directly through the president's office. So under ALPA's written policy, if an MEC is involved in a concessionary negotiation, that negotiation has to be coordinated through the president's office.

That didn't happen here. Woerth didn't tell you one thing that he did coordinating any of this negotiation of this new contract. He wasn't involved. They violated the policy.

Now, there are remarks in the record that Captain Woerth made when he is speaking to the American pilots. A copy of his speech is in evidence, it is exhibit 10, P 10. And in his speech he makes some remarks about, additional remarks on what ALPA does when negotiating a contract, and if you go to page 26 of this document, it is number 26, now, this is what is going on here.

1.2

You got this fellow, Captain Dan Hall, that is an American pilot, he is asking a question. And his question to Captain Woerth is about how they structure negotiations.

Then Captain Woerth responds. Here is his response.

"We have employees, we have three directors, a director and three assistant directors that are in Washington. We farm them out kind of on what I call the crisis patrol. Like Seth" -- presumably referring to Seth Rosen. "Seth is the director of that entire department. But since the Delta contract is so important now on top of Northwest, we have three negotiators down at Delta, plus Seth Rosen on the team."

Our number one guy is assigned to the number one project. And that is how we use our top four or five most senior guys. The bigger the stakes, the more experienced person we have, the more seasoned veteran on the team. That is what ALPA represents to the world what it does when its members are involved in an important negotiation.

Weren't my clients involved in an important negotiation? David. David Holtzman, the same lawyer Dave Singer said wasn't so good, wasn't very thorough. That is all the TWA pilots got. We didn't get Seth Rosen. We didn't get these directors, or any assistance.

1.3

So they violate their written policy, and they violate their, what they tell the representations to the world on what they do. And that is just on contract negotiation.

Then, let's talk about seniority, seniority negotiations.

What is the policy there? Again, this one is in writing. It is P 20. P 20. This is ALPA's merger and fragmentation policy. This is the how-to manual on when you are trying to negotiate two seniority lists together, this is the manual on how to do it and achieve a fair result.

Most of it deals with the context of two carriers, two pilot groups both represented by ALPA, and that is the typical situation of what we had here is atypical, because ALPA didn't represent the other side. What I said is because ALPA represents so many pilots that usually it is two ALPA represented groups going at one another and in those cases ALPA just backs off. They say go hire your own lawyer. Go raise as much money as you want and have it out. And ALPA, you know, steps aside.

That wasn't our case. ALPA didn't represent the other side. This is a case that they get to take the gloves off, as it were. And about but what is the policy, what does it say on page 15? NonALPA or unorganized airlines. Right there. When the circumstances surrounding a merger preclude adherence to this policy, i.e., where a nonALPA or unorganized group is involved, reasonable steps shall be taken by the president to seek acceptance of a procedure that will enable the parties to proceed to a fair and equitable resolution.

The president is required to take reasonable steps to seek acceptance of a procedure that will enable a fair result.

Duane Woerth worth didn't tell you any step he took to comply with this policy, and that is because he didn't take any. This is another example of ALPA violating its own policy.

Duane Woerth was supposed to get involved here. He was supposed to direct these concessionary negotiations and he was supposed to beat on the American pilots to agree to a procedure for a fair integration. And he did neither one of those.

Now, what is another tool that ALPA has. Funding.

Staying with exhibit 20, if you go back four pages
to page this is a whole thing on funding an MEC faced with

merging with a nonALPA carrier.

See, beginning on the sentence. Statement of intent. This is ALPA's intent. Written policy. It is of particular concern that there is the potential that one of our smaller or less financially able MECs could face a merger with a nonALPA carrier without sufficient means to provide adequate representation for their membership. As provided by ALPA policy, nothing in this policy restricts the MEC chairman of such a group from petitioning the president for supplemental funding to allow proper representation.

ALPA policy anticipates that in the situation my clients were faced with, that they get a request for more money. That is the statement of intent. And every time my guys asked ALPA for money. What was the answer? No.

In fact, if you remember there was a meeting in July of '01 at the executive council, this is ALPA's board — or not the board, but another layer below the board, the executive council. And the TWA pilot had a group there Bob Pastore, Mike Day and Bud Bensel and they presented to the executive council and they asked for permission to hire a lawyer. They weren't even asking for money. All they wanted was money to hire an independent lawyer because Roland wasn't working for ALPA. Every time Roland asked for something they said no, so they said let's hire a new lawyer. What was the response? Remember, we had Tom Rachsford, he was a member of

something going on that day.

Now, on this funding issue, you have also got this thing called a major contingency fund, which we heard some testimony about. This was ALPA's war chest that it doles out to pilot groups that need supplemental funding and they had 75 million dollars in it at this time. But of course the TWA pilots restricted completely from any major contingency funding. Any time they asked for it, answer, no.

But let's compare that to other pilot groups. And my partner, Joe Jacobson, he was questioning Duane Woerth about this, he showed one press release after another where pilot groups are getting big sums of money, the Delta pilots, ten million I think it was, everybody seemingly who asked for money out of the major contingency fund gets it except the TWA pilots. And even while this was going on, there was a small, tiny group of pilots, from Ryan Airlines, and they are involved with some sort of seniority issue, and they asked for a million dollars and they got a million dollars. This was in May of 2001. Same time, Duane Woerth is promising all the support for the TWA pilots. Ryan Airlines pilots get a million.

This is a good time to break.

THE COURT: Okay. Ladies and gentlemen, first of all, of course, job one, have a safe trip home and a safe trip in tomorrow.

## Exhibit R

1	IN THE UNITED STATES DISTRICT COURT. FOR THE DISTRICT OF NEW JERSEY				
2	CIVIL 02-2917 (JEI)				
3	PATRICK BRADY, SALLY YOUNG,				
4	HOWARD HOLLANDER, THEODORE CASE, AND MICHAEL FINUCAN, individually				
5	and on behalf of all others similarly situated,				
6	Plaintiffs, VOLUME 19				
	V. TRIAL TRANSCRIPT				
7	AIR LINE PILOTS ASSOCIATION,				
8	Defendant.				
9	CAMPEN NEW TEDOEY				
10	CAMDEN, NEW JERSEY JULY 12, 2011				
11	B E F O R E: HONORABLE JOSEPH E. IRENAS UNITED STATES DISTRICT JUDGE				
12					
13	APPEARANCES:				
14	TRUJILLO, RODRIGUEZ & RICHARD BY: NICOLE M. ACCHIONE, ESQ.				
15	AND: LISA J. RODRIGUEZ, ESQ. AND GREEN JACOBSON, P.C.				
16	BY: ALLEN PRESS, ESQ. (MO. BAR) AND: JOE D. JACOBSON, ESQ. (MO. BAR)				
17	For the Plaintiffs.				
18	ARCHER GREINER BY: STEVEN FRAM, ESQ.				
19	AND  KATZ & RANZMAN				
20	BY: DANIEL M. KATZ, ESQ. FOR THE DEFENDANT AIR LINE PILOTS ASSOCIATION.				
21					
22	ELIZABETH GINSBURG, ESQ. IN-HOUSE COUNSEL FOR ALPA.				
23					
24					
25					

Pursuant to Section 753 Title 28 United States Code, the following transcript is certified to be an accurate record as taken stenographically in the above-entitled proceedings. S/ LYNNE JOHNSON Lynne Johnson, CSR, CM, CRR Official Court Reporter LYNNE JOHNSON, CSR, CM, CRR OFFICIAL COURT REPORTER UNITED STATES DISTRICT COURT P.O. BOX 6822 LAWRENCEVILLE, NJ 08648. 

THE COURT: No, no, no. He had to stand up in the courtroom, they are serious people. There wasn't one single reference to the record. All of Mr. Fram's comments about the credibility were tied to the record, tied to things that were said and that were in the record. Not one comment about that.

You can't express a personal opinion about the credibility of your clients. Don't do it again.

MR. PRESS: I won't.

1.3

THE COURT: And if you do it again -- I don't know what I am going to do, but I am going to do something. And you can, part of you record, you know they are telling the truth because, and you can make whatever references to the record you want. But having to stand up in the courtroom and saying they are serious people, is not proper closing argument.

All right. Let's go to the second point.

MR. FRAM: Thank you.

THE COURT: 1113.

MR. FRAM: Your Honor, 1113, you cited the testimony, we provided the statute. The argument that they could have gone and gotten an extension is just wrong, and there is nothing in the --

THE COURT: It is not complete, it is a little more murky than that. They filed the, some time early in March

irks don't know, they filed, TWA filed its 1113 motion. 1 MR. FRAM: March 15, your Honor. 2 THE COURT: Well, on the 21st, but on the 21st, and 3 there is no return date set on that motion. 4 MR. FRAM: Yes, your Honor. 5 THE COURT: On the 21st an amended motion was 6 filed, which may start the clock all over again. If you 7 don't even consider that possibility, that the amended motion 8 would start the clock all over again. And in that case, they 9 10 set the 6th as the date, and I don't know whether the Court set that date, or it was in TWA's papers. 11 MR. JACOBSON: The testimony of Mr. Seltzer was that 12 that date had already been set by the court for other motions 13 14 so the motion war set for a date that was already set for 15 that case. 16 THE COURT: I don't understand what you said. MR. JACOBSON: Seltzer said that April 6 had been 17 set as a date for a hearing in bankruptcy before the 1113 18 motion was filed, and when they filed the amended motion they 19 20 set it for that already scheduled date. THE COURT: Yeah, but was it, TWA said in the 21 22 papers that is going to be the return date or was the it the Court said it. 23 MR. JACOBSON: That was the date they said, TWA set 24 25 in the papers.

THE COURT: That is what they thought. It wasn't 1 a date the Court said I am going to hear it. There was a 2 date scheduled for other matters. 3 MR. JACOBSON: Correct. 4 THE COURT: But now, the 6th happened to be 16 days 5 from March 21st. I don't know with the weekend, how that 6 7 falls or anything. So there may well be an additional period where you 8 could get an extension, if you start the clock running from 9 the date the amended motion is filed. 10 MR. FRAM: The testimony of Mr. Seltzer was that 11 that was the final date. 12 THE COURT: Well, first of all, nobody made any 13 effort to extend it. 14 Mr. Press, your statement that they had an 15 automatic right to extension, even the statute doesn't say 16 that. The Court has a right to grant the motion. It is not 17 like our motion practice here where the clerk can give a two-18 week extension are or something. 19 MR. FRAM: For an answer, and a dispositive motion. 20 THE COURT: The Judge doesn't have to get involved, 21 the Clerk's office will do it. But in this statute, the 22 Court has to approve it. In other words, it is not 23 automatic. 24 So quite candidly, it is a little bit murky. What 25

1

2

3

4

25

do you propose I do about it? I am not going to instruct the jury on it. You want me to put my thumb in, I am not. But what do you suggest other than that? Because your argument is quite candidly less than rock solid. 5 MR. FRAM: Well, if your Honor's view is that the 6 argument was fairly based upon the evidence, then I am 7 probably not be entitled to a remedy. What I would like is 8 to be able to get up and give a rebuttal closing, that would 9 be very nice. I don't know that your Honor is going to allow 10 that. 11 THE COURT: Let me, I have been thinking about that 12 all night, about the question of rebuttal closing. But let 13 me -- on that point. But because what I see right now is 14 exactly what Mr. Jacobson said. You had a date set. The 15 date was used when the amended was filed, and that happened 16 in 16 days, not 14 days after afterward. Right, March 21, 17 April 6? 18 MR. FRAM: But you raise an important point, your 19 Honor. The statute says --20 THE COURT: It is not automatic. 21 MR. FRAM: The statute says it has got to be 14 22 days after it is filed. So if it gets refiled on the 21st, 23 April 6 could not have been the correct date. It would have 24

been more than 14 days later. It is right in the statute.

1 THE COURT: Bankruptcy judges, all judges, district 2 judges, we set our calendars, we change dates all the time. MR. FRAM: In contradiction of the statute, your 3 Honor? 4 5 THE COURT: What are you going to do, appeal to the 6 Circuit? 7 You know, but the statement there was an automatic 8 right to an extension is not an accurate statement. It is an 9 inaccurate statement. 10 I am going to see what Mr. Press does with that 11 when he gets his closing. 12 I think the more relevant point from Mr. Press's 13 point of view is that nobody made any effort to get the Judge 14 to extend it. That is supported by the record. That nobody 15 made a motion, nobody asked the Judge, nobody said Judge, we 16 need a week or two to analyze this. 17 Nobody tried, or nobody even tried to use the 18 statute to get an extra number of days. 19 That is relevant. And that is supported by the 20 It is not supported by the record that it is an 21 automatic right. 22 But on the other hand, I think there is a very 23 credible argument that the filing started the clock going. 24 All right. Third point. 25 MR. FRAM: Your Honor, the third point is a little

That is what they want you to believe. Because Roland Wilder testified he wasn't there on April 2.

Well, what is missing from that argument is the fact that Roland Wilder flip-flopped three times on whether he was there on April 1 or April 2. And that was played to you. And what Mr. Fram played to you was his last testimony where he flip-flopped back saying no, I wasn't there. I was there on the first, but not on the second.

So instead of coming in and trying to convince you that all my clients lied, isn't it more reasonable to think that Mr. Wilder was just confused on the date? Isn't that more reasonable?

You know what I think about it. But you also have something that was missing. David Singer, their own witness, testified that Roland Wilder was there on April 2. Their other pilot witnesses, Rautenberg, he conveniently couldn't recall. That was his testimony. So every pilot witness that hit that stand told you that Roland Wilder was there that day.

And Roland Wilder, again he went back and forth several times and then finally, the last time he testified it was, no, Roland wasn't there.

So let's get back to this list of tools. Where I left off was funding.

The next one I want to talk about is lobbying. The

1.4

on their behalf when it came to this Bond bill. Remember how that started, it wasn't ALPA's idea. It was Matt Comlish's idea and Ted Case's idea. By the way, I got a picture of Ted, in case you forgot him. He was the first witness to testify. He is on a trip and can't testify. Ted and Matt came up with that idea on their own. They went to Senator Bond and they drafted the legislation themselves, and Senator Bond introduced this thing.

And they asked for ALPA support over and over again. They went to Duane Woerth's office and asked for support. Nothing happened. Except one letter to Senator Bond.

Writing a letter to the Senator that sponsored the bill and saying we support this bill, that is silly. Unless you think the Senator is going to withdraw the bill. I mean, why would you write, it is the other 99 senators that you should have been writing to, not the guy that sponsored the bill. But that is what Duane Woerth did and that is all he did.

Remember, it went further than that. Remember Matt Comlish. He testified that they had these daily meetings when they were organizing all these big groups of pilots to go out on the Hill and knock on doors and talk to senators and staffers.

Remember, they had these morning meetings, and Ted

people. And the answer he got was, we haven't heard from your union. Mr. Hallisay wasn't doing any work. That is the evidence.

Mr. Fram told you yesterday that the bill was going nowhere. I guess it is some sort of excuse not to support it. It wasn't going anywhere? What happened to it? The Senate unanimously approved that bill. That was on December

On their own, the TWA pilots got that bill through the Senate. Then it has to go to Congress -- yeah, it has to go then to the House of Representatives. What did ALPA do then? This is P 357.

Remember the timing of this. December 8. It gets unanimously approved by the Senate. Four days later,

December 12, we have this going on. Go to the next page,
please, will. This is this business about flight pay loss,
where pilots make claims, if they drop a trip, they are not
getting paid by their employer, doing union business, the
union will pay them for their lost pay. This is flight pay
loss, that is what this is.

This is -- this is the flight pay loss claim form submitted by Howard Hollander for legislative work in DC.

And that claim got denied. This is Jalmer Johnson was the testimony. That is the general manager of ALPA. Four days after this bill passes the Senate, they start denying flight

pay loss claims for pilots that want to lobby.

1.3

Now we got to get through the House of
Representatives. There is five times more representatives
than senators. And they start denying flight pay loss. Go
to the next page. You can see another example. Jim Arthur.
He is another MEC representative, legislative work in DC.
Denied. Lisa Mauro, legislative work in DC. Denied. This
is four days after the thing gets passed by the Senate. I
don't think it is a coincidence.

And what happened? The bill died in the House. That is what happened. So lobbying.

What is another tool that ALPA has? Litigation. Litigation is another thing this union does.

They have a whole legal department. It is headed by a man named Jonathan Cohen. I want to show you Mr.

Cohen's words in a previous example prior to the TWA's pilot problems, this is exhibit 405.

March 22, '01 that he sent to the MEC and the negotiating committee and he attached a whole bunch of documents that he had collected from ALPA, that related to past seniority integration. If you go to the next page, he is talking, here at the bottom, Jonathan Cohen, director of legal. This is his memo, about the TWA Ozark transaction which was a merger that occurred in mid eighties. Ozark was a regional carrier

president, going to the other group and trying to secure a fair process. That is their policy, but no, not for the TWA pilots. To provide funding in several ways through this major contingency fund, and others. But no, not for the TWA pilots.

We have this great lobbying department at your service. But no, not for the TWA pilots.

We have this legal department and we litigate even when the chances are slim. But no, not for the TWA pilots.

We have this affiliation with the 14 million member AFL-CIO which provides much power. That is at your disposal, but no, not for the TWA pilots.

We have a practice in the past and currently as to scabs to keep people we don't like off our jumpseats. But no, you can't do that, you TWA pilots can't. And we have this policy of Independence Plus that you are going to make your own decisions. But no, not for the TWA pilots.

That is what we had. Did ALPA act arbitrarily? At the end, what we have here is we know that ALPA is very good at supporting a scope waiver. They are very good at supporting surrender, but they are not so good at -- I shouldn't say that. But they provided no support for the TWA pilots in the struggle that really mattered. The struggle for their seniority. There was no support there. And that is why we are here.

representation when it acts in bad faith. The Judge will instruct you that you can find that faith in several ways and one of them is when a union acts with hostility towards its members. Hostility. If you find that ALPA acted with hostility to the TWA pilots, that can support a finding it breached its duty.

Now, was there any evidence of hostility presented to you of ALPA officials acting in a hostile manner towards the TWA pilots? Well, let's look what happened on March 28. This was a meeting in Dallas, Mike Day's first meeting with the American pilots. And negotiating seniority. The negotiations had just begun. And remember what happened on March 28. The TWA side made a proposal. It was basically a modified, I call it modified date of hire. That was the proposal made on 3/28. And this was scheduled series of meetings, there was going to be a follow-up meeting the next day, remember? And what happened? The TWA pilots went back to their hotel in Dallas after they make their proposal, and they are met with, by Clay Warner, and Bob Christy. David Holtzman said he was there as well.

These guys were not invited. That was the testimony, of Mike Day. They were not invited. They show up. What did Mike say? He said I was kind of happy to see them.

I knew I would get a good meal, he said. They did.

They went out to eat. But what happened after the dinner?

After the dinner they met back at the hotel and what did Clay

Warner and Bob Christie say? They said you have to make an

offer, you got to make an offer that is going to get a deal

done and you need to did it now and you need to offer up 825

TWA pilots to be stapled. Remember that? That is some

Independence Plus there. They are telling them how to

negotiate.

And they are asking that the TWA pilots make a huge, huge, compromise, right off the bat. I mean, they made a proposal the other day that had -- -that day, that had not been responded to. There was already an offer on the table, and these guys come in and say you need to offer up 825.

Do you remember what the testimony was from Mike Day and Sean Clarke? They were outraged. And this resulted in quite an argument. They all, Sean and Mike both testified that it was heated. Very heated. And lots of yelling. From Mr. Warner and Mr. Christy. So is that hostility? That is again for you to decide.

But it didn't end there, the yelling, any way. By the way, what happened the next day? The merger committee went in and made an offer, not to staple 825, but 434. Remember that? And Mike Day testified that that was a horrible, horrible decision that he made, and something that he has regretted ten years later. That is what he told you.

ALPA got it. It was printed up. Ms. Toone's computer. This talks about quite a few things. Hello. This is first officer Randy Leruth with the hotline message for the LA domicile on Friday, June 1. He starts off with "This message will cover the following topics." Number 2 is TWA seniority integration status.

If you go, next page, there is a rather lengthy email. But the update does talk about the TWA seniority integration. In here it says what? We want to avoid having an arbitrator or judge decide the seniority integration by date of hire.

You can stop right there.

Remember Mr. Fram telling you arbitration, you don't know who, we don't know what an arbitrator would do, and of course that is true. But we do know this, that we know what the American pilots, or at least this American pilot, thought. We got to avoid that because then there will be date of hire. We also need to avoid a Judge, a litigation, because we can end up with the same thing. Mr. Case's litigation that got rejected. Maybe. But that is their fear. Litigation is something that they fear. At least this pilot did.

Go to 147 BB.

Okay. This is Mark Hunnibell writing to Ron Rindfleisch, June 13. It is a rather, I do want you to read

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

2.3

24

25

the response was, but we do know this, the cards, however many there were, they are not here any more. Remember Mr. Rosen testified, we asked him what happened to the cards? I don't know. Looked everywhere, can't find them. That was his answer. Can't find them. Rindfleisch denied he ever had it in his deposition. And here is an email that says, hey, those cards I give you last year, I got some more. Do you want them? Okay. And then going to 148, I think it is 4 E's, or is it five, 5 E's, 148, 5 E's. This is the last on this subject here. This is April 30 of '02. John: Thanks, John. John Clark. To Ron. Add this to the reimbursement request, please. He has another receipt. So he updated ALPA on his receipts and the cards, they are not here. The evidence, there is evidence in this case that ALPA had its hands all over this campaign. And promises go to pay for it. They are updating on it daily, the American pilots are emailing with John Clark and Mark Hunnibell and others. ALPA had its hands all over it. Was there a bad faith motive for what ALPA did and didn't do to protect the TWA pilots seniority? That is again for you to decide. So we talk about arbitrariness, we talked about bad faith.

There is one other issue I need to talk to you about and that is the issue of injury. The Judge will instruct you that you should find that ALPA caused injury to TWA pilots if you believe that but for ALPA's breach, the overall outcome of the seniority integration would have been more favorable to the TWA pilots. But for ALPA's breach, the integration would have been more favorable.

Now, before I get into the evidence on that, I want to talk to you about the burden of proof just a bit. You will be instructed that should you find a fact that -- that you should -- you will be instructed that you should find a fact as true if you believe it is more likely true than not. No matter how slightly the scale tips in favor on that fact. No matter how slightly, if you believe it is more likely true you need to find it a fact. That is that instruction.

You will also be instructed to use your common sense. You don't believe that out here. You take it in with you.

So on this injury question, after applying your common sense, you need to determine whether or not plaintiffs proved some injuries. Well, we proved that the 1,200 TWA pilots got furloughed. Everyone that got stapled got furloughed.

We have to show that ALPA, TWA pilots would have gotten a more favorable integration had ALPA not breached its

duty of fair representation.

1.6

Now, what is the evidence of that? What is the evidence that there could have been a more favorable integration? There was direct testimony from Mr. Day about that. He said I would have expected, I think his testimony, his answer was it would have been reasonable to believe that we would have got a better deal closer to the Tannen proposal had ALPA done the things we asked for and gave us the leverage we needed.

Mike Day told you that. He was the only one in the room with the American side. ALPA produced nobody in that position. They give you four witnesses, four lawyers that were completely uninvolved. Mike Day told you we could have got a better deal.

And what is the evidence to support that conclusion? What is the evidence of it? It is in the, the proof is in the pudding. It really is. The first offer made by the APA was on March 1st and they offered up staple 1,500. About. Two thirds.

They didn't come off that until April 18. They lowered the staple by 50. But at least that is movement in the right direction. They do that every month, we will, after a year we will have a fair deal. So this is curious, this is after the scope waiver, pilots give up their best leverage and they come back with a better proposal. It is

still obnoxious from the TWA pilots' side, but that is what they did.

Now, what happened after that? They go into this facilitated negotiation process, all throughout the summer, meeting after meeting after meeting. I don't know how many meetings. I know it was more than ten, Mike Day testified to. And throughout that the APA does nothing. They don't come off this position one iota to out that whole process in the summer.

And then after 9-11, a week after 9-11, they write a letter to Mike Day saying we are done. We are done talking to you, we are going to go to our board, and we are going to do what we want. At that point, 14, 15, was still the offer. What happened next? The TWA pilots got involved. They went to Senator Bond, got him involved. And Bond announces this bill that would give arbitration to the TWA pilots, had it passed. That was on October first that that announcement was made.

This is just some Senator saying hey, I got this bill, I put on the floor.

What happened next? American pilots come back to the table on their own and say hey, we got a better deal, you are going to love it. And that better deal, it was better, was Supplement CC. The staple lowered to 1,200. And it included in this notion of fencing all the TWA pilots in St.

Louis, which not only kept them all in St. Louis corralled there but it kept American pilots out of St. Louis, which meant they couldn't bid there which was some sort of benefit for the TWA guys.

2.

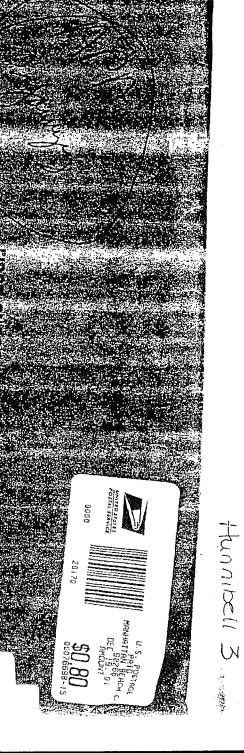
So on the strength of the TWA pilots doing nothing other than get Senator Bond to introduce some legislation, the American pilots lower the staple by 250, and offer this notion of a fence in St. Louis. That was done with just the leverage of maybe the senator's bill might get passed some day. That was the only leverage. That was all that had changed. What if ALPA had gotten involved and done any of the things, or all of the things, that were requested of it? Litigate, boycott. All of it. Would there have been a better deal? A more favorable deal? Again, that is up to you to decide. But again, you must use your common sense and look at what happened.

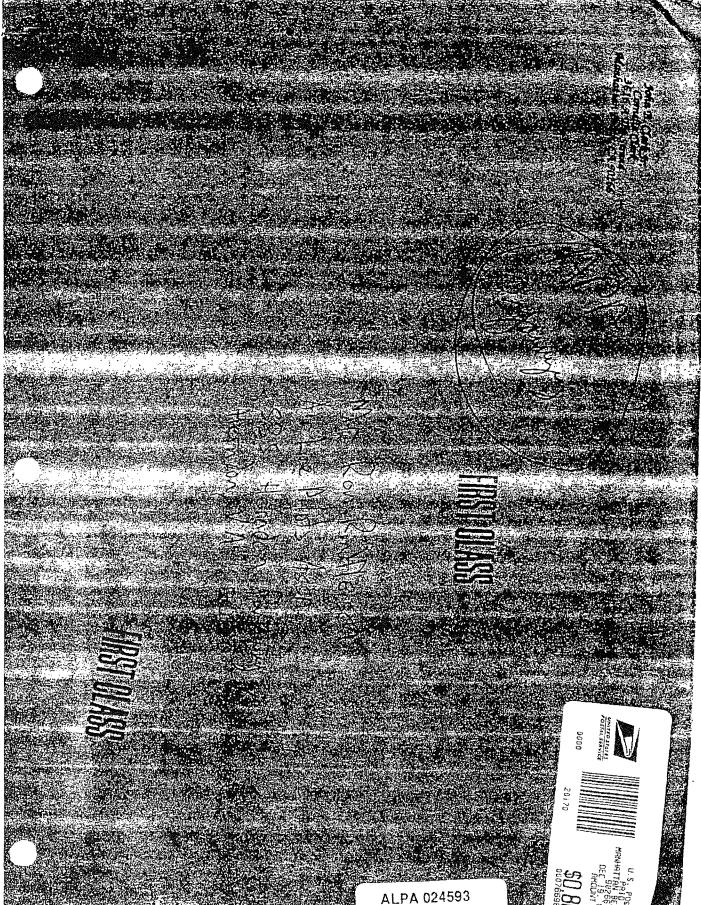
If you lower that staple by one pilot, that is injury.

Folks, I am finished. Okay. I am sure you have heard enough. And I am going to sit down now, and the Judge is going to read some instructions to you and we will see you when you get back.

THE COURT: Thank you, Mr. Press. We will take a short break now. About 15 minutes. It is 25 of 11. About ten of 11. Then I will read my charge of the law to you.

## Exhibit S





P-3

Mark L. Hunnibell 2611 Long Hill Road Guilford, CT 06437 Tel: 203-457-9872 Fax: 801-383-5030

December 18, 2001

Mr. Ron Rindfleisch Air Line Pilots Association 535 Herndon Parkway Herndon, VA 20170

## Ron:

I have attached documents supporting the reimbursement request that I understand John Clark has filed. I cannot presently locate receipts for some of the smaller items that are reflected as incurred by me in the spreadsheet. Still, I have documentation for the "big ticket" items as attached:

- Copies from microfiche of my three payments to Primadata, Inc. (the printer/mailer who produced and mailed the cover letter and authorization cards). I do not get actual copies of cancelled checks and, if I was provided with a complete "PAID IN FULL" receipt, I cannot find it. These checks, and the accompanying invoice, are the best I have.
- 2. 5/15/2001 invoice from Primadata, Inc. for the handling and postage for the card mailing. Note that this does not include the amount for the actual printing the letters, envelopes, and authorization cards. That was billed separately for \$1,276.94 and I cannot find that invoice, but I do have the cancelled check in that amount, (#6120, 5/22/2001) that includes my memo of the purpose of the check. The balance due on the 5/15/2001 Primadata invoice (\$1,462.14) was also paid on 5/22/2001 with my check #6119. The \$2,000 reflected on the invoice as "Deposit" was paid on 5/9/2001 with my check #6107.
- 3. 5/14/2001 USPS certificate of mailing. This was not paid directly by me. The amount was included in the invoice from Primadata, Inc.
- 4. Copy of the room charges (\$114.25) applied to my credit card on 7/23/2001. The total charge was actually split between John Clark and myself (which is why is still shows a balance due identical to what I had charged on my card). John will no doubt be submitting the other half of this expense.
- 5. Ten (10) e-mail notices of setup and billing for the aa-alpa.org web site. These costs continue to be billed monthly to my personal credit card. The invoices may be a little hard to follow, but the charges I incurred were \$84.44 for initial setup and the first 6 months, plus \$10 per month after that (\$50), plus \$25 on 12/4/2001 to re-register the domain (Total: \$159.44).

I believe the total expenses reflected above (\$5,012.77) substantially exceed the amount for which I am seeking reimbursement. Please let me know if you need more information.

Sincerely

Mark Hunnibell

MARK L. HUNNIBELL AND  LAURA S. HUNNIBELL  203-457-9872  2511 LONG HILL RD. GUILFORD, CT 05437	
PAY TO THE Primadata ORDER OF	**1,462.14
One Thousand Four Hundred Sixty-Two and 14/100*********  Primadata 1228 West Scyene Road Suite 130 Mesquite, TX 75149-3127	DOLLARS
Mesquite, 1X 73143-3127	

Acct: 847202 Check #: 6119

Amt: \$1,462.14 Date: 05-31-2001

1,000			, , , , , , , , , , , , , , , , , , ,	· · · · · · · · · · · · · · · · · · ·
*	er man man ran com ' o o o o o o o o o o o o o o			
-				٠.
0710-0050 050335739	388630 1. <del>(29</del> 96 - 0.036007 855 - 05-31-01 - 532 - 1532 - 1409 - 537 - 546 - 10			
<u> </u>	- 1537-1409 FFF 1512-10	<u> </u>		
	المراجعة الم	~	••	
	,	ton		
071000013	3	C		
67 10000 13 MM DE 67/1/01		<u>~</u> .		
07301294	\$	<b>C</b> .		
And the same of th	103222		- Min regal Managem	
1 4				

Sequence #: 2388630

MARK L. HUNNIBELL AND  LAURA S. HUNNIBELL  203-457-9872  2511 LONG HILL RD. GUILFORD, CT 05437  ALLIED PILOTS ASSOCIATION FEDERAL CREDIT UNION FEDERAL CREDI	6120 70-9321/719 5/22/2001
PAY TO THE Primadata ONDER OF One Thousand Two Hundred Seventy-Six and 94/100************	s **1,276.94 DOLLARS
Primadata 1228 West Scyene Road Suite 130 Mesquite, TX 75149-3127	DOLLARS
Postcard/Env/Letter /5/42	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,

Acct: 847202 Check #: 6120

Amt: \$1,276.94 Date: 05-31-2001

			· · · · · · · · · · · · · · · · · · ·	-
		,	Mar 186 ft over 1886 in Million in April 2 ft Marrier 189 in 1997 p. 19	
				<del>-1</del> %
0710-0 <del>838</del> 33\$	528		•	
95033563636363636363636363636363636363636	231-801	-	•	
D5033573815	525 10 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	<u> </u>		
		~		
	1 - A			
•		L-		
071000019	<u>f</u>	۳	•	
071000013 PAK GE	• •	·		
65/31/01	:	c		
0 <b>7</b> 301293	. 2	۲.		
on Bud ) ig jake ( Green to Supplemental - Ald Ald Aprills & Montestable MAS Succession strategic Assessed sections	104400 484 · · ·	• ••••	· · · · · · · · · · · · · · · · · · ·	

Sequence #: 2388628

	MARK L HUNNIBELL AND  LAURA S. HUNNIBELL 203-457-9872 2611 LONG HILL RD. GUILFORD, CT 06437	SSOCIATION 6107
	PAY TO THE Primadata ORDER OF	\$ **2,000.00 \$
Troop	Primadata 1228 West Scyene Road Suite 130 Mesquite, TX 75149-3127	All I amount to be a second to be a
	Mark Hunnibell for Vice Presiden #006107# 10719932141 8472	0 2 " " 00000 200000" " 5 0

Acct: 847202 Check #: 6107

Amt: \$2,000.00 Date: 05-14-2001

			and the second s	
00023575 05/14/26	017-7-7-5-5-5-5-5-5-5-5-5-5-5-5-5-5-5-5-5	· 5		FOR DE PRIMA 950
0710-0030-1 060641632 07 060641632 05 060641632 13	710-0030-1 5-14-01 753 1293 04 06		9	DATA 000691
	35 1235 0- 35		* 753	
_	ř.	挥 -	C	INC.
071000013 BAC DE 65/13/61		g	<b>1</b> 23	3.154
65/13/01		i,	2	
97865382		4	~~3	
Production according to the same services of the sa	- 00 10 12 0 28		,	

Sequence #: 2357512

Primadata, Inc.

Invoice

1228 Scyene Road, Suite 134 Mesquite, Texas 75149-3128 (972) 216-9910

Invoice Number:

15144

Invoice Date:

05/15/01

Sold To:

Ship To:

Hunnibel For Vice President 2611 Long Hill Road Guilford, CT 06437-3616

Mesquite PO

Mark Attn:

Delivered Via:

Mesquite PO

P.O. Number.

Mark

Delivery Date: Terms:

05/14/01 Net 10

P.O. Date:

PDI

Salesperson:

Quantity

Description

Price

11091

MAIL SERVICES

1332.56

HUNNIBELL FOR VICE PRESIDENT

(Data Conversion-E Mail, Data Hygiene, Address Corrections, De Dupe, Ink Jet Envelope, Fold Letter, Insert 2 Pieces, Seal, Zip Sort, Sleeve & Strap Trays,

Deliver To Mesquite PO, UPS Overs To Mark)

11091

POSTAGE . POSTAGE SAVINGS \$643.98

2129.58

(Presorted STD--Automated)

Subtotal:

3462.14

Tax:

Past 30 days subject to 1.50% Interest (18% A.P.R.)

Deposit:

2000.00

Thank You for your business!

Total:

\$

1462.14

05/24/2001 04:1	, , , , , ,	PRIMADATA, INC.	PAGE 01	
3602 STA	POSTAL SERVICI TEMENT OF MAILING/360		IMUO/002113415200 BRART   BPATCH CERTIFICATE	
STATION DR UNI FINANCE NUMBER	1: MESQUITE MAIN POST : 48-5860	OFFICE COM	PANY PERMIT USED: Y PERMIT NO: 00072	
·	PRIMADATA INC 1228 W SCYENE RD S MESQUITE TX 75149	1E 134 -3128	UPLICATE	
DATE OF MAIL IN 05/14/01	G CLASS STANDARD	PROC CAT LETTERS	TYPE BULK REGULAR	
	SINGLE PIECE (LBS) .0300	TOTAL PIECES 11,082	TOTAL POUNDS 332.4600	
MATLED: FOR PERMIT NO. 806 NAME: MARK HUN				
CONTAINERS 64 NBRVP:		RECH	NEX THE TENT	
ERRORS:	AF	FIXED POSTAGE: NT FROM TRUST:	\$2,126.52	
1 CERTIFY that this mailing has been inspected concerning: 1)eligibility for the rate of postage claimed; 2)proper preparation (and present where required); 3)proper completion of the statement of mailing; and 4)payment of the required annual fee.  ROUND STAMP REQUIRED TIME AM / PM  TIME AM / PM				
SIGNA	TURE OF WEIGHER	REMAINING ON		
	***		CLK INIT: DJE	

From:

Minerva Technical Support [support@minerva.net]

Sent:

Saturday, January 27, 2001 12:19 PM

To: Subject: mark@hunnibell.net **New Domain Information** 

Hello Mark,

Thank you for choosing Minerva Network Systems as your Internet Solutions Provider. We are pleased to inform you that your order has been processed. The following information will grant access to your account:

Company Name: Alpa Now Contact Name: Mark Hunnibell Contact Phone Number: 203-457-9872

Domain Name: aa-alpa.org IP Address: 206.239.54.14

FTP Username: alpanow FTP Password: ######

Home Page or Start file: index.html

Please review the technical information above and let us know if any changes are necessary.

If you require an email(s) account for your website (example: yourname@yourdomain.com) or if you have any additional technical questions or concerns, please contact support@minerva.net or reply to this email.

For all other inquiries or account changes, please contact the following:

Technical Support: support@minerva.net 1.888.667.7231 ext. 1 703.263.3300

Sales Issues: sales@minerva.net 1.888.667.7231 ext. 2 703.263.2200

Billing Issues: billing@minerva.net 1.888.667.7231 ext. 3 703.263.0796 ext. 3

You may also visit our website for additional information at www.minerva.net. Thank you for choosing Minerva.

Geoffrey Watson Minerva Technical Support

From:

billing@minerva.net

Sent: Subject: Tuesday, January 30, 2001 7:49 PM Periodic Billing Order 1163-1 Submitted

Periodic Billing Order Order # 1163-1 Submitted

Amount: 10.00
Tax: 0.00
Shipping: 0.00
Customer: mark hunnibell
Company: Minerva Network Systems
Address: 2611 Long hill Rd

City: Guilford State: CT Country: US Zip: 06437

Periodic Billing Information Startdate: 2001/07/03 Periodicity: m1 Installments: 99 Threshold: 3 Comments:

From:

MNS Accounts & Billing [billing@minerva.net]

Sent:

Wednesday, February 07, 2001 4:41 PM

To:

mark@hunnibell.net

Subject:

Bill 2/6/01

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER ID MNS-394

ACCOUNT STATUS

Previous Balance \$0.00 Payments \$84.44 CR Adjustments \$0.00 Current Charges \$84.44 CR CURRENT BALANCE \$0.00 BILL NUMBER 932

### 932 ### Feb 6, 2001 ### Put DATE ### Mar 8, 2001

Your account is current. Do not send payment.

Thank you for your business!

For customer assistance please call 1-888-MNS(667)-7231.

### **PAYMENTS**

	Description	Amount
Jan 30	Credit Card Payment MC	\$84.44 CR
	TOTAL PAYMENTS	\$84.44 CR

Date	Description	Amount
Jan 25	Set up fee	\$35.00
	Set-Up Fees Additional Services Domain Registration	\$10.00 \$25.00
Jan 30	Basic Account 6 month pre-pay: MNS-394-1 (Jan 25 - Jun 3	\$49.44
** ** ** ** ** ** **	6 Month Fee with 5% discount: (86.74% of \$57.00)	\$49.44
	TOTAL CURRENT CHARGES	\$84.44

From:

billing@minerva.net

Sent:

Monday, July 02, 2001 10:32 AM

To: Subject: mark@hunnibell.net Bill 07/02/2001

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER ID	MNS-394
ACCOUNT STATUS	
Previous Balance Payments Adjustments Current Charges	\$0.00 \$0.00 \$0.00 \$44.13
TOTAL AMOUNT DUE	\$44.13
BILL NUMBER BILL DATE DUE_DATE	2691 Jul 2, 2001 Aug 1, 2001

The total amount due will be automatically charged  $\cdot$  to your credit card. Do not send payment,

Thank you for your business!

For customer assistance please call 1-888-MNS(667)-7231 or 1-703-263-D796.

tate fees: \$15.00 on all over due balances of \$20.00 or more.

CURRENT CHARGES

Description Date Jul 2 Basic account 6 month pre pay: MNS-394-1 (Jul 1 - Jul 24 Monthly Fee: (77.42% of 57) \$44.13 TOTAL CURRENT CHARGES \$44.13

From:

billing@minerva.net

Sent:

Wednesday, August 01, 2001 3:27 PM

To: Subject: mark@hunnibell.net Bill 08/01/2001

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell. Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER ID MN5-394 ACCOUNT STATUS \$10.00 \$0.00 \$0.00 \$0.00 Previous Balance Payments Adjustments Current Charges TOTAL AMOUNT DUE \$10.00 BILL NUMBER BILL DATE DUE DATE

3032 Aug 1, 2001 Aug 31, 2001

The total amount due will be automatically charged to your credit card. Do not send payment.

Thank you for your business!

For customer assistance please call 1-888-MNS(667)-7231 or 1-703-263-0796.

Late fees: \$15.00 on all over due balances of \$20.00

From:

billing@minerva.net

Sent:

Friday, August 31, 2001 1:38 PM

To:

mark@hunnibell.net

Subject:

Bill 8/31/01

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER, ID

MNS-394

ACCOUNT STATUS

\$10.00 \$10.00 CR \$0.00 \$10.00 Previous Balance Payments Adjustments Current Charges TOTAL AMOUNT DUE \$10.00 BILL NUMBER BILL DATE DUE DATE 3351 Aug 31, 2001 Sep-30, 2001

The total amount due will be automatically charged to your credit card. Do not send payment.

Thank you for your business!

For customer assistance please call 1-888-MNS(667)-7231 or 1-703-263-0796.

Late fees: \$15.00 on all over due balances of \$20.00

#### **PAYMENTS**

	Description	Amount
Aug 3	Credit Card Payment M	\$10.00 CR
	TOTAL PAYMENTS	\$10.00 CR

Date	Description	Amount
Aug 31	Basic Pkg - 10MB 1GB traffic/month 5 email accounts: MNS-	\$10.00
	Monthly Fee	\$10.00
	TOTAL CURRENT CHARGES	\$10.00

From:

billing@minerva.net

Sent:

Monday, October 01, 2001 1:01 PM

To:

mark@hunnibell.net

Subject:

Bill 10/1/01

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER ID

MNS-394

ACCOUNT STATUS

Previous Balance
Payments
Adjustments
Current Charges

TOTAL AMOUNT DUE

BILL NUMBER
BILL DATE
DUE DATE

Oct 31, 2001

The total amount due will be automatically charged to your credit card. Do not send payment.

Thank you for your business!

For customer assistance please call 1-888-MN5(667)-7231 or 1-703-263-0796.

Late fees: \$15.00 on all over due balances of \$20.00 or more.

PAYMENTS

Date	Description	Amount
Sep 4	Credit Card Payment	\$10.00 CR
	TOTAL PAYMENTS	\$10.00 CR

Date	Description	Amount
Oct 1	Basic Pkg - 10MB 1GB traffic/month 5 email accounts: MNS-	\$10.00
~~~~~	Monthly Fee	\$10.00
	TOTAL CURRENT CHARGES	\$10.00

From:

billing@minerva.net

Sent: To: Thursday, November 01, 2001 3:13 PM

mark@hunnibell.net

Subject:

Bill 11/1/01

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER ID

MN5-394

ACCOUNT STATUS

Previous Balance
Payments
Adjustments
Current Charges

TOTAL AMOUNT DUE

BILL NUMBER
BILL DATE
DUE DATE
S10.00

\$10.00

CR
\$35.00

CR
\$35.00

CR
\$4005

Nov 1, 2001
DUE DATE
Dec 1, 2001

The total amount due will be automatically charged to your credit card. Do not send payment.

Thank you for your business!

For customer assistance please call 1-888-MNS(667)-7231 or 1-703-263-0796.

Late fees: \$15.00 on all over due balances of \$20.00 or more.

or more.

### PAYMENTS

Date	Description	Amount
	Credit Card Payment m Credit Card Payment M	\$10.00 CR \$25.00 CR
	TOTAL PAYMENTS	\$35.00 CR

Date	Description	Amount
Oct 3	Basic Pkg - 10MB 1GB traffic/month 5 email accounts: MNS-	\$0.00
	Monthly Fee: (93.55% of \$10.00) Discount: 100%	\$9.35 \$9.35 CR
Oct 3	Set up Domain and Registration for 1 year: MNS-394-4	\$25.00
	Set up Domain and Registration for 1 year	\$25,00
Oct 31	Basic Pkg - 10MB 1GB traffic/month 5 email accounts: MNS-	\$10.00
	Monthly Fee	\$10.00
	TOTAL CURRENT CHARGES	\$35.00



# THE WASHINGTON COURT HOTEL ON CAPITOL HILL A Harbaugh Hotel

525 NEW JERSEY AVE., N.W., WASHINGTON, D.C. 20001 202-628-2100 FAX: 202-879-7918

CLARK, JOHN AIR LINE PILOTS ASSN

ARRIVAL
DEPARTURE
NO. IN PARTY
RATE

7/22/01 7/23/01 2 -169.00

Exp: 06/03

403115 1008 DESCRIPTION A-STANDARD 7/22/01 LOCAL PHONE 1008 5470421 7220072001 23:55 \$1.00 7/22/01 ROOM CHARGE 1008 12 \$169.00 KINKUS 7/22/01 ROOM TAX 1008 13 \$24.51 7/23/01 LONG DISTANCE PHONE 1008 7230139002 10:06 8003231470 \$1.00 7/23/01 CAFE & GRILL 1008 1538 10:48 \$32.99 7/23/01 MASTERCARD 1008 5602824 \$114.25¢R \* BALANCE DUE \$114.25 7029 66/03 K ~723C HARK L FUNNIBELL market in the second X 7 122 11 DUSSUT 5602824 មិននៃព្រះមានការការ TYPE OF CHEDIT CARE DIAC DAX DIDSCUR DISA DIDC DOTHER AUTH, DATE AUTH, GODE AUTH, AND CUSTOMER COPY IMPORTANT: RETAIN THIS COPY FOR YOUR RECORDS. STREET CITY STATE ZIP CODE Regardless of charge instructions, I acknowledge the above as personal indebtedness. GUEST SIGNATURE .

From:

billing@minerva.net

Sent: To:

Friday, November 30, 2001 12:42 PM

mark@hunnibell.net

Subject:

Bill 11/30/01

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER ID

MNS-394

ACCOUNT STATUS

\$10.00 \$10.00 CR \$0.00 \$10.00 Previous Balance Payments Adjustments Current Charges TOTAL AMOUNT DUE \$10.00 4344 Nov 30, 2001 Dec 30, 2001 BILL NUMBER BILL DATE

DUE DATE

The total amount due will be automatically charged to your credit card. Do not send payment. 

Thank you for your business!

For customer assistance please call 1-888-MNS(667)-7231 or 1-703-263-0796.

Late fees: \$15.00 on all over due balances of \$20.00

### **PAYMENTS**

pate	Description	Amount
	Credit Card Payment mc	\$10.00 CR
	TOTAL PAYMENTS	\$10.00 CR

Date	Description	Amount
Nov 30	Basic Pkg - 10MB 1GB traffic/month 5 email accounts: MNS-	\$10.00
	Monthly Fee	\$10.00
	TOTAL CURRENT CHARGES	\$10.00

From:

billing@minerva.net

Sent: To:

Tuesday, December 04, 2001 4:50 PM

mark@hunnibell.net

Subject:

Bill 12/4/01

MINERVA NETWORK SYSTEMS, INC.

Mark Hunnibell Alpha Now 2611 Long Hill Rd Guilford, CT 06437

CUSTOMER ID

MNS-394

ACCOUNT STATUS

Previous Balance payments Adjustments Current Charges \$10.00 \$35.00 CR \$0.00 \$25.00 CURRENT BALANCE \$0.00 4475 Dec 4, 2001 Jan 3, 2002 BILL NUMBER BILL DATE DUE DATE

Your account is current. Do not send payment.

Thank you for your business!

For customer assistance please call 1-888-MNS(667)-7231 or 1-703-263-0796.

Late fees: \$15.00 on all over due balances of \$20.00 or more.

**PAYMENTS** 

Date	Description	Amount
	Credit Card Payment mc Credit Card Payment mc	\$10.00 CR \$25.00 CR
	TOTAL PAYMENTS	\$35.00 CR

Date	Description	Amount
Dec 4	Set up Domain and Registration for 1 year: MNS-394-5	\$25.00
	Set up Domain and Registration for 1 year	\$25.00
	TOTAL CURRENT CHARGES	\$25.00

RK3 NO.606316 . LS TRANSPORTATION
CALL AHEAD
ARS.FDR RESERVATION
702-740-4050 7.50 7.50 7.50 7.50



'ELLOW-CHECKER-STA 'THE' CAB COMPANIES Las Vegas, Nevada 873-2227 COMPUTER RADIO DISPATCHED

iR ea	

DRIVER#	DATE 12/05/01
(CHARGE THE ACCT. OF) (RECEIVED OF)	1 1 -
FOR TAXI FARE FROM WAY	Hotel
TO LITS ALLANT	· · · · · · · · · · · · · · · · · · ·
(X) DRIVER NAME	
AMOUNT S.O.O.	

-P# NU 8184

### Corresponds to sprew sheet

Wisit our Web Site at: WWW.MSE.COM Postal transactions may have received a handling tee. 20.00 01.00 :aGueŋg :yseg i

· stimets s

::latoT du? :xsT :sla2 latoT 13.60 08.8

bd dey Description

Center #3269 S110 ARTESIA BLYD #8 REDOWNO BEACH, CA, 90278 Phone 310 318 3000 Haking Business Easier, Morldwide, sattessessessesses Easier, Morldwide, Shift:0168 Drw:01 ID:1228 Clerk:Amy B/14/01 

	1700 ROŚECKANS AVE.	
	MANHATTAN BEACH, CA 90265 310-536-9969	55
K4 8010	Employee 210160 06/07/01 17 Store +0947 Rea +002 Tran +8	~- A
inal	SALE POS Version .4	4
5.80	7878704625 · GUIDE, CARD, A	177
C	7169138977 BX, SHUE, 1.5G	10.0
201	.st \$ 2,	o.
	CA 8% SALES TAX	-

\$13.60 Thank you for your business \$6.80 Sales Sale Oty Description Paid by: Cash

11.6

10,77

CASH

Printing and Copying Services

No. mm & Clark To O'FOR RENT

DESTINATION: TRIP ORIGIN: SIGNATURE Cab Receipts

ALPA 024612

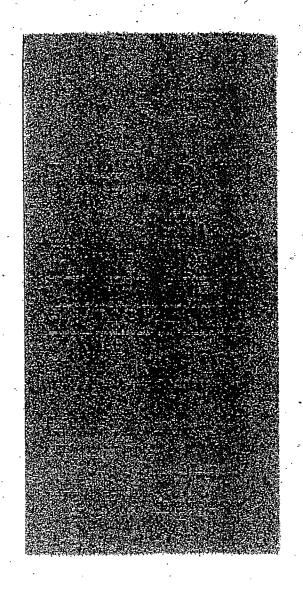
DOLLARS

# Corresponde to sprend sheet

					<i>- '</i>		
Kirko's (202) 547-5421 .317 PEWSYLVANA AVESUMBAST					. •		,
MASSIDIATION, DC 20003			. 5d		12	. one	<u> </u>
######################################		Visit our Web Site at: WWW.MBE.COM	ave receive	Total Sala: 5	5.00 5.	716/01 0 8.00 10 10 10 10 10 10 10 10 10 10 10 10 1	######################################
0.00 0.00 XXXXXXXXXX4554 06/02 APGG545			ம	38 88	8 81%	.57	* *
T agree to pay the above amount cording to the card issuer agreement.		•		÷			
sign Here: . X	00	יי סיים	>>>>	H28P1	요구니!!! 요	<b>5</b>	٠.
CM4718 TR	111#: 1000300228904 lerk: 14	Total: Paid by: Check	ddrass: Mount of Deposit: Mnus  fee: Mocounting fee:	Business Reply Mai Account Number: Customer Name: IQN	05/D4/2001/ (310	Section 25.2	0.62
	28904	4146205	3616 A		(310)376-3252 Seles Kacelpt - Seles Kacelpt - Onlt Oty Price	2779998 DEACH	
USPS, REDONDO BEACH MAIN REDONDO BEACH, California 902779998 05/15/2001 (310)376-3252 04:31:35	; . } PM <u>;</u>	\$500.00 \$500.00	THE STRAND \$0. \$125. \$375.	DOIO SENATION	Price	MAIN fornia	3
Product Sale Unit Final Description Qty Price Price		8 8	888	CAMPA	100		ا ب
Business Reply Mail Account Number: 25			*	an Affi albanous montres		ALPA 02	24613
Customer Name: ALPA REPRESENTATION C. AIGN JOHN	AMP SEE		X-XI				國刀
Address:			10 July	montal		a je	T
Amount of Deposit: \$500.00  Total: \$500.00						7 INTE	調合へ
Paid by:	SHA	поа			1000		PAC I

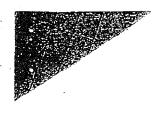
\$500.00

# Carresponds to spread sheet



	V-1		
- <b>M</b> /	IN OFFI	CE USPS	•
TAHMAN	TAN BEA	CE USPS CH, Califo	rnia
06/02/2001	9026	59998 37-9569	01:57:31 PM
	- Calac	Receipt -	Santaga and his
Product		Unit	Final
Description	Qty	Price	Price
INCLINE VILLAG	E NV 89	451	\$0.76
	Issue	PVI:	\$0.76
INCLINE VILLAG	ie ny 89	451	\$0.76
Á	'Issue i	PVI:	\$0.76
INCLINE VILLAG	E NV 89	451	\$0.76
.•	Issue	PVI:	\$0.76
TUSTIN CA 9278	0		\$0.76
Return Recei	nt to	· • .	\$1.50
Certified	۲,		\$1.90
Label Seria	1 #: 7	0001530000	283528118
	Issue I	PVI:	\$4.16
\$6.80 Flowers PSA Bk	1	\$6.80	\$6.80
Total:			\$13.24
Paid by:		•	
Cash .	•		\$15.00
Change Due:			-\$1.76
NetPost Mailin your mailings It's quick, ea www.usps.com. Bill#: 100060 Clerk: 16	right f	FOM YOUR C	send computer!

Thank you for your business -





# THE WASHINGTON COURT HOTEL ON CAPITOL HILL +

A Harbaugh Hotel

525 NEW JERSEY AVE., N.W., WASHINGTON, D.C. 20001 202-628-2100 FAX: 202-879-7918

CLARK, JOHN AIR LINE PILOTS ASSN 1/2 hotel stay in DCA



7/22/01 7/23/01 2 169.00 5471211540017029

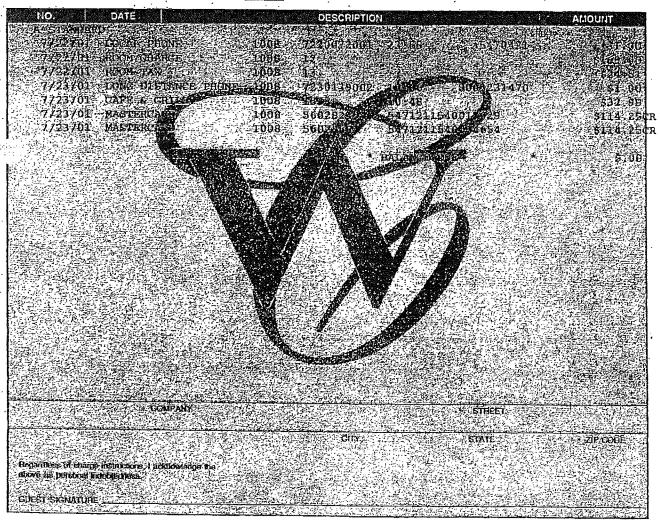
Exp: 06/03

ressult to:

403115

FOOTING.

1008



## Exhibit T

12/13/2001 11:04 3147708597

REPRESENTATION

PAGE 02

AIR	LINE PILOTS ASSOCIATION FAX COVER PAGE
Annual State Control of the St	
DATE:	Bob Pastore, Tel Case, Kuin Dillo BAXI
TO: PHONE:	1306 Pastore, led Case, Rivin Billo PAXI (EVI #)
FROM:	Jalmer Johnson
PHONE: Subject:	FAX: (793) 689-4336
TRANSMIT	TAL FORM PLUS PAGE(8)
message:	
-	

	I	3:	5′7		
				_	

12/13/2001 11:04

3147708597

REPRESENTATION

PAGE 03

### TRANS WORLD AIRLINES PILOTS MASTER EXECUTVE COUNCIL

MEC OFFICERS
Robert A. Pastore
Chairman
John S. Hafley
Vice Chairman
Theodore A. Case
Secretary/Treasurer



Air Line Pilots Association FACSIMILE

DATE:

December 12, 2001

TO:

Jalmer Johnson

LOCATION

703-689-4358

FROM

Ted Case

LOCATION

314/770-8510 (Fax)

314/770-8500 (Phone)

PAGE(a)

1

Please review the following flight pay loss/union business for approval:

Name	Dete	Project	Hours	Purpose
Hollander, Howard	12/13/01-	70093	5:00	Ongoing seniority
LEC Rep	12/14/01			Integration issues and
1		1	1	legislative work in DC

12/12/01

This marries is intended only for the use of the individual or entity to which it is executed and mor exhibit intended that is similared sometimes and success in the married intended recipient, or the employee or open responsible for delivering the massage to the intended recipient, you are necessy nutified that any desemination, destriction or copying of this communication is strictly premises. If you have received this communication in error, please notify us immediately by teasphone. Thank you.

P00531

12/13/2001 11:04 A.L.P.A -TWA:MEC

3147708597

TEL:314-770-8510

REPRESENTATION

Dec 10'01

PAGE 84 14:49 No.002 P.01

### trans world airlines pilots master executive council

MEC OFFICERS Robert A. Passere Chehmen Krith O'Loary Vide Cheirmen



Secretary/Tressurer

Air Line Pilots Association FACSIMILE

DATE:

December 10, 2001

TO:

LOCATION

Jakmer Johnson 703-889-4356

FROM

**Bob Pastore** 

LOCATION

314/770-8510 (Fax) 314/770-8500 (Phone)

PAGE(B)

### Please review the following flight pay lossiunion business for approval:

Name	Date	Project	Hours	Purpose
Arthur, Jim	12/12/01.	70024	7:30	Legislative work in DC
LEC Rep	12/14/01			Per Pastore & Woerth
Mauro, Lisa	12/12/01-	70024	16:42	Legislative work in DC
Legislative	12/14/01	1		Per Pastore & Woerth
Committee	j		1	

This makease is interioral more but the upe of the individual or gritic in each to its enterenged and incuses influenced in proceedings and incuse interioral in the reset in the control of the individual incused in individual incurrence individual incurrence in individual individual individual incurrence in individual incurrence in individual indivi MARAGASIA. Thomas pour

12/13/2001 11:04

3147708597

REPRESENTATION

PAGE 85

### TRANS WORLD AIRLINES PILOTS MASTER EXECUTVE COUNCIL

MEC OFFICERS
Robert A. Pastors
Chairman
John S. Heftey
Vice Chairman
Theodore A. Case
Secretary/Treasurer



Air Line Pliota Association FACSIMILE

DATE:

December 12, 2001

TO:

Jaimer Johnson

LOCATION

703-689-4356

FROM

Ted Case

LOCATION

314/770-8510 (Fax)

314/770-8500 (Phone)

PAGE(s)

1

### Please review the following flight pay loss/union business for approval:

	Name	Date	Project	Hours	Purpose
0	Cutier, Larry	12/13/01-	70024	7:30	Ongoing legislative work
U	Goy't Affairs Comm	12/15/01			MEC office
_	Dernall, Jeff	12/16/01-	70018	10:00	Ongoing communication
D	Vice Cheirman	12/19/01			projecta, Contract
	Communications Comm				Education
<u> </u>	Vesser, Ron	12/13/01-	70024	15:00	Ongoing legislative work in
3	Gov't Affairs Comm	12/15/01			DC

1 idential

(D) OK

Burse (8)

12/12/01

This measure is intended only for the use of the intrividual or entity to which it is angressed and may contain information that is intrividually contained and intended recipient, if the reader of this measure is not the intended recipient, or the employee or again responsible for delivering the measure to the intended recipient, you are hereby notified that any discentifiation, distribution or appring of this communication is existly prehibited. If you have received this communication in error, places neithy us immediately by misphere. Thank you.

P00533

# Exhibit U



### TWA MEC SPECIAL MEETING APRIL 2, 2001 ST. LOUIS, MO

### **COMPILATION OF ACTIONS**

### Resolution #01-64 by S. Rautenberg/P. Lewin

WHEREAS the Negotiating Committee reports that it has negotiated to the best offer available from TWA and American for a collective bargaining agreement applicable to TWA LLC on all issues except Scope, subject to minor clarifications on a handful of matters; and

WHEREAS TWA has filed a motion under § 1113 of the Bankruptcy Code to reject the current ALPA collective bargaining agreement, which will be considered April 6, 2001; and

WHEREAS the MEC has considered extensive advice from its bankruptcy counsel (Steve Tumblin and Richard Seltzer), merger counsel (Roland Wilder), investment advisor (Michael Glanzer) and former ALPA President Randy Babbitt, as well from ALPA staff in the Representation Department (Bill Roberts and David Holtzman), Legal Department (Clay Warner), and Economic and Financial Analysis Department (Bob Christy), now

THEREFORE BE IT RESOLVED that the Negotiating Committee is directed to seek clarification immediately on all outstanding issues arising from the proposed agreement covering the operations of TWA LLC (the "LLC CBA") and to finalize the LLC CBA, and

BE IT FURTHER RESOLVED that bankruptcy counsel is directed to take steps that would insure that the LLC CBA is incorporated in court documents resolving the § 1113 motion, and

BE IT FURTHER RESOLVED that no later than April 5, 2001, the Master Chairman, or his designee, is directed to execute the LLC CBA and forward the LLC CBA immediately to ALPA President Duane Woerth for his signature, and to waive those provisions of the current ALPATWA collective bargaining agreement that must be waived as a condition to the closing of the Asset Purchase Agreement, and

BE IT FURTHER RESOLVED that the Merger Committee, with the assistance of the MEC Officers and advisors, is directed to take all appropriate actions, including efforts to negotiate with the Allied Pilots Association concerning seniority integration, and

BE IT FURTHER RESOLVED that the Master Chairman does not release this motion until advised by the Communications Committee Chairman.

PASSED roll call vote
(Hollander requested roll call vote)

FOR: 1501 AGAINST: 450 ABSTAIN: 0

FOR:

Hollander, Council #2: 55 Singer, Council #2: 142 Rautenberg, Council #3: 724 Young, Council #3: 400

**ALPA 006209** 

COMPILATION OF ACTIONS APRIL 2, 2001

### TWA MEC SPECIAL MEETING APRIL 2, 2001 ST. LOUIS, MO

### **COMPILATION OF ACTIONS**

Lewin, Council #4:	90
Altman, Council #4:	90
AGAINST:	
Hollander, Council #2:	180
Singer, Council #2:	65
Young, Council #3:	205

ALPA 006210

# Exhibit V

. 00,76 T001 11.30 (030034722

Air Line Pilots Association General Manager's Office 535 Herndon Parkway Herndon, VA 20170 703-689-4306 703-689-4356 (FAX)







.

To:	Suzi Menoni	From:	Jaimer Johnson	
Faxu	314-770-8510	Pages	: 3	:
Phone	<b>E</b> .	Date:	8/29/2001	
Rot		CCI		
······				•
□ Urg	ent 🗆 For Review	☐ Please Comment	☐ Piease Reply	☐ Please Recycle
Suzi,				
Pieasi overni	make sure the attacking the mail tonight. Then	ched letter gets to Bo ks.	b Pastors. I'm	sending the original
Jaime	•			

Bensel Ex 50 P02318

D-050 Page 1 of 3



1000000000

535 HERNOON PARKWAY [] P.O. BCX 1168 [] HERNOON, VIRGINIA 20172-1169 [] 703-689-2270 FAX 703-689-4370

August 29, 2001

Capt. Robert Pastore TWA MEC Chairman Air Line Pilots Association 500 Northwest Plaza, Suite 1200 St. Ann. MO 63074

Dear Bob,

As you are aware, the Executive Board and Executive Council have both passed resolutions in support of the TWA pilots. Specifically, the Executive Board, at its May 2001 meeting, pledged "the full moral support of the Association, along with necessary funding in accordance with current ALPA Policies and the ALPA Constitution and By-Laws, to enable the TWA MEC to properly represent the TWA pilots through this crisis and to properly complete the tasks before them."

The Executive Council in July 2001 reaffirmed the Executive Board's resolution, and stated that "the support of the Association includes appropriate financial resources and full access to ALPA's professional staff, including in-house financial analysts and attorneys, the latter to be utilized to help evaluate all effective and appropriate legal strategies that could be pursued by the Association and the TWA MEC." The Executive Council went further by directing the President "to establish a TWA Coordination and Oversight Committee to ensure that the TWA MEC receives the appropriate financial and professional resources to effectively represent the TWA pilots in a cost effective manner."

I think you would agree that the Association has followed through on the pledges of its governing bodies. ALPA has actively advocated the need for a fair and equitable seniority integration to American Airlines and APA. Duane Woerth has personally attended the ongoing facilitation process with APA to show the Association's support for the TWA pilots. Your MEC has had full access to ALPA's staff, including the ongoing evaluation of appropriate legal strategies. The Executive Council approved, subject to the approval of the Executive Board, \$251,940 in supplemental funding from the Operating Contingency Fund to bring your MEC's account up to the required 90% level as of June 1, 2001. And we – Kevin Dillon and Jalmer Johnson – have been selected to be on the TWA Coordination and Oversight Committee to ensure effective access to, and utilization of, ALPA resources.

P02319

| Me/ LW/ LWK1 | 11:50 / dapas+aba

Capt. Robert Pastore August 29, 2001 Page 2

One aspect of the function of our Committee is to work with you to ensure the appropriate flight pay loss expenditures. As you are aware, flight pay loss is permitted only for MEC and national Association activities; ALPA financial policies do not provide for flight pay loss for LEC activities. Further, ALPA financial policies give flight pay loss approval authority for MEC activities to the MEC Chairman. In practice – often within MEC policy manuals (which cannot be in conflict with ALPA administrative policies or the Constitution and By-Laws) – this authority has also been assigned to the MEC Secretary-Treasurer.

A further layer of approval exists within policy for MECs where their Account Balances are less than 90% of Current Quarter Income. Such MECs shall be subject to flight pay loss pre-approval by the Vice President-Finance/Treasurer. Since the TWA MEC's Account Balance dropped below 90% as of June 1, 2001, such provisions currently apply to your MEC, and the authority to pre-approve flight pay loss has been assigned to our committee. Until we establish a more refined system to approve flight pay loss, FPL for the months of August, September and October 2001 for representatives other than the following will require advance pre-approval by either of us: (1) the TWA merger committee; (2) the TWA MEC officers: (3) TWA MEC members attending TWA MEC meetings.

Of course, we both recognize the many challenges your group has faced and will continue to face. We look forward to continuing to work with you and your MEC to maximize your ability to achieve a fair and equitable seniority merger with the APA.

Please call either of us if you have any questions.

Sincerely,

Kevin Dillon

ALPA Executive Vice President

Levis Dellow, sign

United Airlines

Jalmer D. Johnson ALPA General Manager

cc:

Duane Woerth
John Feldvary
Kevin O'Leary
Bob Stow
TWA MEC

P02320

## Exhibit W





1 625 MASSACHUSETTS AVENUE, N.W. () WASHINGTON, D.C., 20036 () 703-689-2270 FAX 202-797-4052

October 3, 2001

Honorable Christopher "Kit" Bond United States Senate Washington, DC 20510

Dear Senator Bond:

On behalf of the Air Line Pilots Association, I want to advise you of our strong support for your bill, S. 1479, "the Airline Workers Fairness Act," to ensure fair treatment for the employees of TWA in the acquisition of that airline by American Airlines. ALPA has long favored the seniority integration procedures similar to those provided in your bill to facilitate the combining of employee workforces in airline mergers. These procedures worked well for decades under the Civil Aeronautics Board's oversight of airline mergers, providing an orderly and fair mechanism to settle the difficult issues involved in seniority list integration.

The airline industry is experiencing unprecedented trauma as a result of the tragedies that occurred on September 11. Despite the swift and substantial assistance provided by the Congress, the airlines still face serious financial problems and tens of thousands of airline workers will be furloughed. In the case of the American Airlines acquisition of the equity and assets of TWA, the integration of the employee seniority lists has not been completed. Therefore, the furloughs at American, that are expected to reach 20,000, will have a disproportionate impact on the TWA workforce. S. 1479 will help to mitigate this result by imposing a process that is fair and expeditious in resolving the seniority list integration issues.

The TWA pilots and other dedicated employees are willing to bear their fair share of the sacrifice that is required of all Americans during these difficult times for our nation. However, they should not be expected to shoulder a disproportionate burden due to the circumstances surrounding this merger. Your bill will go a long way toward ensuring that fairness is done in this particular transaction, and ALPA has committed its full resources to working with you to that end.

Since

Thank you for your initiative to address this important issue, and for your strong commitment to the employees of TWA.

E Comment

DEW/jw

SCHEDULE WITH BAFETY

AFFILIATED WITH APLICIO

Arthur Ex

P01126

94

## Exhibit X



### AIR LINE PILOTS ASSOCIATION

TO: Captain Duane Woerth, President

FROM: Ana McAhron-Schulz, Economic & Financial Analysis

**DATE:** August 3, 2001

SUBJECT: TWA Merger Committee Request

As I mentioned in our telephone conversation, yesterday I met with D.J. Glasby, member of the TWA Merger Committee, Michael Tanner, their economist, and Mark Seward, member of TWA's System Schedule Committee. The TWA Merger Committee is requesting assistance from E&FA in the form of various analyses. These analyses are to be completed prior to their next round of facilitation meetings which begin on August 20<sup>th</sup>. In addition, we have assigned Steve Gillespie to be their full-time "numbers cruncher" for the facilitation period.

Below is a list of the projects assigned to us:

- → Quantify the operational and financial value that TWA brings to American Airlines.
- Analyze the difference between the AMR acquisition of TWA and the AMR acquisition of Air California and Reno. Explain that TWA is not a regional airline and that American will not park TWA's aircraft.
- → Quantify/analyze the growth potential of the "new American" such that 1+1 is equal to more than two including increased traffic and increased ASM growth.
- → Analyze the APA Seniority Integration Proposal vis-à-vis the TWA Seniority Integration Proposal.
- → Develop a contract comparison between the TWA and American contracts. Quantify the number of jobs differential between APA's work rules and TWA's and explain that the APA work rules are inferior to those of TWA, therefore the difference in compensation between the two carriers is less.
- → With the transition to Sabre in December, TWA pilots will now be divided into international and domestic categories. The APA pilots claim that this will reduce the number of needed Captain positions. Prove that this won't happen.
- Analyze the Transition Agreement between APA and its management and explain how this will affect the TWA pilots.

- → Provide a logical argument that it is more likely that American will retire its Fokker fleet over the B717 fleet.
- Analyze TWA's Rightful Place Proposal on a year by year basis through 2025 assuming that all pilots bid to the highest paying equipment at all times.
- → Analyze the Rightful Place Proposal with no conditions or restrictions.
- → Is there a way E&FA can show that TWA would not have shut down in January? Review Price Waterhouse Stand Alone Plan and see if it can be supported.
- → Provide a quantitative person for their facilitation period.
- → Various Form 41 information back to 1982.

Please call if you have any questions.

D-136 Page 2 of 2

# Exhibit Y



#### AIR LINE PILOTS ASSOCIATION, INTERNATIONAL 57TH REGULAR EXECUTIVE COUNCIL MEETING May 21, 2001

#### SUBJECT

Outside Consultant - TWA MEC

#### SOURCE

President Duane E. Woerth

#### BACKGROUND INFORMATION

The TWA MEC has requested authorization to engage the services of an outside consultant, James R. Baehler, to provide negotiations training and consulting services to the Merger Committee of the TWA MEC. The cost of such agreement would be charged to the TWA MEC.

#### PROPOSED RESOLUTION

WHEREAS the Trans World Airlines (TWA) MEC requested authorization to engage the services of an outside consultant to provide negotiations training and consulting services to the Merger Committee of the TWA MEC,

THEREFORE BE IT RESOLVED that the Executive Council authorize the President to enter into an agreement with James R. Baehler to provide support to the TWA MEC, and

BE IT FURTHER RESOLVED that the cost of such agreement be charged to the TWA MEC budget.

#### FINAL RESOLUTION

WHEREAS the Trans World Airlines (TWA) MEC requested authorization to engage the services of an outside consultant to provide negotiations training and consulting services to the Merger Committee of the TWA MEC,

THEREFORE BE IT RESOLVED that the Executive Council authorize the President to enter into an agreement with James R. Baehler to provide support to the TWA MEC, and

BE IT FURTHER RESOLVED that the cost of such agreement be charged to the TWA MEC budget.

**ALPA 019807** 

AI #25 Page 1 of 1

# Exhibit Z

EXHIBIT

AIR LINE PILOTS ASSOCIATION, INTERNATIONAL 87TH REGULAR EXECUTIVE BOARD MEETING May 22-24, 2001

AI#23

SUBJECT Support for TWA MEC

SOURCE TWA MEC

#### **BACKGROUND INFORMATION**

See Proposed Resolution.

#### PROPOSED RESOLUTION

WHEREAS the TWA pilots have faced incredible challenges for more than a decade and a half, living through three changes in corporate ownership, a corporate raider and three bankruptcies, and

WHEREAS the TWA pilots have been loyal members of ALPA from ALPA's inception, currently representing Councils #2, #3 and #4, and

WHEREAS the TWA pilots have contributed millions of dollars into the MCF to support their brothers and sisters and to protect the piloting profession, and

WHEREAS the TWA pilots are now facing extraordinary expenses in their current merger with American Airlines, which occurred, without precedent, during a Chapter 11 proceeding, and

WHEREAS the TWA pilots have also been forced to abandon the primary protection of the Scope Clause section of their Collective Bargaining Agreement in order to avoid Chapter 7 liquidation of their carrier and affect the transition to TWA LLC, and

WHEREAS the TWA MEC has enormous obstacles remaining before them in order to protect their loyal ALPA members and affect a successful transition to American Airlines, obstacles including ongoing negotiations, the continuing need for bankruptcy counsel, extraordinary communications needs both internally and externally, a yet to be defined merger integration process, the need for merger counsel and pension plan termination litigation, and

Delegate Committee #3

Agenda Item #23

Page 1 of 3

D-159 Page 1 of 3 WHEREAS the long-term goal of ALPA of "one Union for all pilots" could be realized with the return of the pilots of American Airlines and the best ambassadors to lead that charge would be the post-merger TWA pilots who truly appreciated the value of having proper support both morally and financially of a National Union, and

WHEREAS the plethora of problems before the TWA MEC are only compounded by a dramatic reduction in available funding, coupled with enormous expenses to properly represent their constituents, including the loss of previously contractually provided Flight Pay Loss of over \$1 million annually, and

WHEREAS the future of U.S. airline consolidation will be clearly affected by the outcome of the current acquisition of TWA by American Airlines and thus the very future of our profession and our careers would be impacted by a negative outcome,

THEREFORE BE IT RESOLVED that the Executive Board pledges the full moral and financial support of the Association to enable the TWA MEC to properly represent the TWA pilots through this crisis and to properly complete the tasks before them.

#### FINAL RESOLUTION

WHEREAS the TWA pilots have faced incredible challenges for more than a decade and a half, living through three changes in corporate ownership, a corporate raider and three bankruptcies, and

WHEREAS the TWA pilots have been loyal members of ALPA from ALPA's inception, currently representing Councils #2, #3 and #4, and

WHEREAS the TWA pilots are now facing extraordinary expenses in their current merger with American Airlines, which occurred, without precedent, during a Chapter 11 proceeding, and

WHEREAS the TWA pilots have also been forced to abandon the primary protection of the Scope Clause section of their Collective Bargaining Agreement in order to avoid Chapter 7 liquidation of their carrier and affect the transition to TWA LLC, and

**ALPA 018340** 

WHEREAS the TWA MEC has enormous obstacles remaining before them in order to protect their loyal ALPA members and affect a successful transition to American Airlines, and

WHEREAS these obstacles include ongoing negotiations with TWA LLC, the need for merger counsel for a yet to be defined seniority integration process, extraordinary communications needs both internally and externally, and a continuing need for bankruptcy and pension plan termination litigation counsel, and

WHEREAS ALPA's long-term goal of "one Union for all pilots" will be enhanced by the post-merger TWA pilots working to return the pilots of American Airlines to ALPA, and

WHEREAS the plethora of problems before the TWA MEC are compounded by a dramatic reduction in available funding due to the loss of TWA-provided Flight Pay Loss of over \$1 million annually, coupled with the above stated expenses, and

WHEREAS the future of U.S. airline consolidation will be clearly affected by the outcome of the current acquisition of TWA by American Airlines and thus the very future of our profession and our careers would be impacted by a negative outcome,

THEREFORE BE IT RESOLVED that the Executive Board pledges the full moral support of the Association, along with necessary funding in accordance with current ALPA Policies and the ALPA Constitution and By-Laws, to enable the TWA MEC to properly represent the TWA pilots through this crisis and to properly complete the tasks before them.

**ALPA 018341** 

### **EXHIBIT AA**



#### AIR LINE PILOTS ASSOCIATION, INTERNATIONAL 59TH REGULAR EXECUTIVE COUNCIL MEETING September 24-28, 2001

#### **SUBJECT**

Approval of Outside Counsel Requested by the TWA MEC

#### SOURCE

President Duane E. Woerth

#### BACKGROUND INFORMATION

The TWA MEC has requested that the Association utilize the services of Roland P. Wilder, Jr. (Baptiste & Wilder, PC) to provide legal services with respect to matters arising from alleged violation by TWA and American of contractual obligations in connection with seniority integration arising from the acquisition of TWA by American Airlines.

#### PROPOSED RESOLUTION

WHEREAS the TWA MEC has requested that the Association retain the services of Roland P. Wilder, Jr. (Baptiste & Wilder, PC) to provide legal services related to alleged violation by TWA and American Airlines of contractual obligations in connection with seniority integration arising from the acquisition of TWA by American, and

WHEREAS the law firm will work with the ALPA Legal Department on this matter.

THEREFORE BE IT RESOLVED that the Executive Council authorizes the President to enter into an agreement with Baptiste & Wilder, PC to provide such legal services, working with the ALPA Legal Department, and

BE IT FURTHER RESOLVED that the costs associated with this matter be charged to the TWA MEC account.

ALPA 019820

#### FINAL RESOLUTION

WHEREAS the TWA MEC has requested that the Association retain the services of Roland P. Wilder, Jr. (Baptiste & Wilder, PC) to provide legal services related to alleged violation by TWA and American Airlines of contractual obligations in connection with seniority integration arising from the acquisition of TWA by American, and

AI #36 Page 1 of 2 WHEREAS the law firm will work with the ALPA Legal Department on this matter,

THEREFORE BE IT RESOLVED that the Executive Council authorizes the President to enter into an agreement with Baptiste & Wilder, PC to provide such legal services, working with the ALPA Legal Department, and

BE IT FURTHER RESOLVED that the costs associated with this matter be charged to the TWA MEC account.

ALPA 019821

AI #36 Page 2 of 2

## **EXHIBIT BB**

Wednesday December 12, 2001 1:33 PM To: Capt. Jeff Darnall

From: David Berkley, 437-5779

Page: 2 of 2

**EXHIBIT** 

D165

12/11/2001 05:32

2027974830

ALP'A

FAGE 02/02

235-6498



AIR LINE PILOTS ASSOCIATION, INTERNATIONAL

1625 MASSACHUSETTS AVENUE. N.W. C. WASHINGTON, D.C. 20066 C. 703-688-2270 FAX 2C2-787-4052

December 10, 2001

The Honorable Jerry Lewis U.S. House of Representatives Washington, DC 20515

Dear Representative Lewis:

On behalf of the Air Line Pilots Association and the pilots of TWA, I am writing to urge you and your fellow House conferees to support the Bond amendment that is contained in the FY 2002 Defense Appropriations Bill. This provision that was adopted by the Senate on a voice vote would address an inequitable situation facing the employees of TWA now that the assets and equity of that carrier have been acquired by American Airlines.

Since the agreement to merge these two carriers, the pilots of each airline have attempted to negotiate a seniority list integration. Unfortunately, to date, they have not been able to reach an agreement their treats the TWA pilots in a fair and equitable manner. Ultimately, as American Airlines downsizes its workforce in response to the tragic events of September 11<sup>th</sup>, the furloughs will have a disproportionate impact on the TWA pilots as well as the other employees. The Bond amendment will help to mitigate the hardship on the TWA employees by putting in place a process whereby the dispute over seniority list integration will be submitted to binding arbitration and settled in a fair and expeditious manner.

The TWA pilots and other dedicated employees are willing to bear their fair share of the sacrifice that is required of all Americans during these difficult times for our nation. However, they should not be expected to shoulder a disproportionate burden due to the circumstances surrounding this merger. This amendment will help to ensure that fairness is done in this particular transaction, and ALPA urges you, as a conferce on the DOD Appropriations Bill, to agree to the Senate position in the conference.

Thank you for considering our views on this important matter.

f14 . . . . . . . . . . . . .

Comment of the state of the sta

DEW:jb

SCHEDULEWITH SAFET

APPLIATED WITH A

ALPA 001561

D-165

## **EXHIBIT CC**

Subj: Special MEC Information System Update 12/19/01

Date: 12/19/01 10:46:43 PM Eastern Standard Time From: gstieneke@compuserve.com (P. Glenn Stieneke)

Sender: twamec@alpa.org
Reply-to: twamec@alpa.org
To: twapilots@twapilots.org

Here is an Email message from the TWA MEC Communications Committee!

\_\_\_\_\_\_

AIR LINE PILOTS ASSOCIATION
TWA-MEC COMMUNICATIONS COMMITTEE
500 Northwest Plaza, Suite 1200
St. Ann, MO 63074
314-770-8500/Code-A-Phone: 800-253-7919
www.alpa.org

Copyright © 2001 by Air Line Pilots Association TWA MEC. Any unauthorized copying, distribution or dissemination of this information is strictly prohibited without the written consent of the Air Line Pilots Association, International.

This e-mail is intended for the recipient.

This is TWA MEC Communications Chairman Captain Glenn Stieneke with a Special TWA MEC Information System Update on December 19, 2001

On Tuesday December 18th the joint Conference Committee tasked with finalizing the language for the House and Senate versions of the Defense Appropriations Bill HR3338, met for a very short session. While we are still awaiting the official conference report, we believe that S.A. 2354, along with multiple other amendments, was removed from HR3338.

With the help of some fine individuals (Senator Kit Bond and others), the TWA pilots came very close to enacting arbitration legislation during this session of Congress. The TWA Legislative Affairs Committee raised awareness of the seniority integration to a new high with the amendment's initial passage in the U.S. Senate. We wish to thank Senator Bond, Carnahan and others for their efforts to date. Furthermore, we would like to express our gratitude to our own Legislative Affairs Committee and ALPA Government Affairs for their support and guidance in pushing this proposed legislation forward. Finally, we would also be remiss if we did not acknowledge all of you, the TWA line pilots, friends and family, for demonstrating steadfast poise and determination with your calls, letters and faxes.

While this is a minor setback, it was not completely unexpected. We knew all along that it is very difficult to procure legislative language on an appropriations bill. This is also not the end of our fight on Capital Hill. Congress intends to break for the Holidays shortly and plans to return on January 23rd. Senator Bond has assured us he will attempt another avenue to have our case heard. Since neither, Senate Bill S.1479 or Senate Amendment S.A. 2354 were actually voted on, they may be re-visited in the next session of Congress. The TWA pilot lobbyists and ALPA Government Affairs have made a definite impression on both Houses of Congress and will continue to strive for legislation requiring fair and equitable treatment during this seniority integration.

There are several issues before the next session of Congress that will be

**P01156** D-172 Page 1 of 2

**EXHIBIT** 

D172

germane to our issue. To name just a few: Economic Stimulus, Enron (employee issues), AA – BA, if the DOT and DOJ continue hearings past January 15th. We also believe that the subject of industry consolidation and employee integration concerns will be a topic of interest when Congress returns on January 23. Congressman and Senators have just begun raising questions about the behavior of parties involved in this integration.

On another note, ALPA has requested and been granted an extension for filing our objection to the APA's single carrier petition before the NMB. The MEC Officers are coordinating with ALPA legal counsel on this issue and there will be more to come on this front shortly. The NMB has wide ranging powers considering these issues and we expect to request as much assistance from them as they are legally empowered to grant.

In the meantime, let us focus on our most important priorities – our families and friends, including our brethren who were adversely affected by the Sept. 11 tragedies.

On behalf of the TWA MEC, I would like wish everyone a happy holiday season, and wish for justice and fairness to prevail in the year ahead.

To unsubscribe from this list at anytime, send email to Majordomo@twapilots.org with the following 1 line in the BODY of the message (Subject is ignored).

unsubscribe twapilots

You may also email the TWAMEC Office at <twamec@alpa.org> if you have any problems removing your email address.

------ Headers ------

Return-Path: <twamec@alpa.org>

Received: from rly-yh05.mx.aol.com (rly-yh05.mx.aol.com (rly-yh05.mx.aol.com (rly-yh05.mx.aol.com (v82.22) with ESMTP id

MAILINYH41-1219224643; Wed, 19 Dec 2001 22:46:43 1900

Received: from wrench.thebook.com ([63.110.6.249]) by rly-yh05.mx.aol.com (v83.18) with ESMTP id MAILRELAYINYH510-

1219224630; Wed, 19 Dec 2001 22:46:30 -0500

Received: (from majordom@localhost)

by wrench thebook.com (8.9.3/8.9.1) id WAA09089

for twapilots-twapilots-outgoing; Wed. 19 Dec 2001 22:44:05 -0500

X-Authentication-Warning: wrench.thebook.com: majordom set sender to twamec@alpa.org using -f

From: "P. Glenn Stieneke" < gstieneke@compuserve.com>

To: <twapilots@twapilots.org>

Subject: Special MEC Information System Update 12/19/01

Date: Wed, 19 Dec 2001 19:43:12 -0800

Message-ID: <LLEPLDBLDOEPGNMLPNLJCECICAAA.gstieneke@compuserve.com>

MIME-Version: 1.0
Content-Type: text/plain;
charset="iso-8859-1"
X-Priority: 3 (Normal)
X-MSMail-Priority: Normal

X-Mailer: Microsoft Outlook IMO, Build 9.0.2416 (9.0.2911.0)

Importance: Normal

X-MimeOLE: Produced By Microsoft MimeOLE V6.00.2600.0000

Sender: twamec@alpa.org Reply-To: twamec@alpa.org

Content-Transfer-Encoding: quoted-printable

X-MIME-Autoconverted: from 8bit to quoted-printable by wrench thebook.com id WAA09089

P01157 D-172

Page 2 of 2

## **EXHIBIT DD**

· 10/15/2001 10:07 3147708597

REPRESENTATION

# EXHIBIT D200

#### American Airlines

Jeff Brundage
Vice President

October 12, 2001

696601 OCT 1576

#### VIA FACSIMILE AND FEDERAL EXPRESS

Captain Duane Woerth, President Air Line Pilots Association 1625 Massachusetts Avenue, NW Washington, DC 20036

#### Dear Captain Woerth:

The events of the last week surrounding American Airlines continuing efforts to facilitate a seniority integration agreement between the Allied Pilots Association ("APA") and the Air Line Pilots Association TWA Master Executive Council ("ALPA TWA MEC") leave me, to say the least, perplexed and aggravated. In addition to the efforts expended previously by American in an effort to facilitate a seniority integration list agreement between the APA and the ALPA TWA MEC, I personally have dedicated the majority of my time since Friday, October 5, 2001, attempting to convince, cajole or quite frankly twist the arm of the ALPA TWA MEC to attend a meeting or meetings, arranged by AA, so that the APA President, Vice-President and Merger Committee Chairman would have an opportunity to present to ALPA new concepts designed to enhance protections for TWA pilots when merged into the American seniority list.

The ALPA TWA MEC's representatives attended a meeting at my office on October 8th to receive a briefing on the state of emergency at American and TWA and on our financial condition. During that meeting Mr. Roland Wilder updated me on the status of the seniority discussions between ALPA and the APA for which American had provided the services of Mr. Rolf Valton as a facilitator. The ALPA TWA MEC asked me to review a number of additional processes that included arbitration, facilitation and negotiation. I explained that, from my perspective, there simply is not time for another lengthy "process". I stated that American believed that it was time for the APA and ALPA to make decisions and conclude an integration agreement.

I invited the ALPA TWA MEC representatives to attend a meeting the next day to discuss seniority integration, which I planned to facilitate, between the APA and ALPA. The ALPA TWA MEC representatives indicated that they would need to consult with the members of the MEC to determine their willingness to meet and used one of our conference rooms for that purpose. Later they indicated that they would need more time and would contact me the next morning. On Tuesday I received a call confirming the meeting. I was asked to provide special travel accommodations for the ALPA TWA MEC Merger Committee Chairman so that he would be able to attend the meeting on Wednesday. We accommodated that request.

P01556

. 10/16/2001 10:07 3147708597

REPRESENTATION

PAGE 03

Captain Duane Woerth, President Page 2

Late in the day on Tuesday I received a proposed confidentiality agreement from Mr. Holtzman as a precondition to the next day's three party meeting. It was immediately apparent that the proposed confidentiality agreement was unacceptable to me because it required that even the fact that the meeting was scheduled would remain confidential and that nothing discussed or proposed at the meeting could be referred to in any other forum. First, I had already discussed the proposed meeting with numerous parties prior to receiving the confidentiality document. Secondly, the APA committee had briefed me earlier in the day as to the provisions of the new proposal that they intended to present to the ALPA committee and I had had numerous conversations regarding that proposal with a number of people.

On Wednesday, just prior to the scheduled start of the meeting, I received a call from Mr. Holtzman and Mr. Wilder indicating that the ALPA TWA MEC had decided not to participate in the meeting and to inquire as to the disposition of the confidentiality agreement. They informed me that Captain Pastore would be arriving but that no one from the ALPA TWA MEC would be meeting with the APA representatives who had already arrived at my office and were waiting to begin discussions.

Captain Pastore arrived and confirmed that the ALPA TWA MEC representatives would not be attending the meeting and that without the confidentiality agreement proposed by ALPA in place, no discussion between ALPA and APA could take place. I challenged Captain Pastore on the proposed confidentiality agreement in that I fully understand the reasons to keep alternative proposals exchanged during the meeting confidential but questioned the motivation for needing to keep the very fact that meetings took place confidential.

To make matters worse, I was informed that representatives of the ALPA TWA MEC met with Senstor Bond on Thursday, October 11<sup>th</sup> and represented to the Senstor that no attempt had been made to schedule the meetings I have described. When those representatives were informed that Mr. Carty had visited with the Senstor earlier in the day and described ALPA's unwillingness to meet they indicated, as it was related to me, that Mr. Carty was at best misinformed. This conduct is inappropriate and entirely unacceptable.

I hope that we can get past this week's disjointed events. We are committed to facilitating a seniority integration agreement between ALPA and APA. I would appreciate any assistance you can provide toward this end.

Sincerely,

Jeff Brundage

641W

Vice President - Employee Policy & Relations

cc: Donald J. Carty

P01557

## EXHIBIT EE



EXHIBIT

D233

D233

500 NORTHWEST PLAZA, SUITE 1200 🛘 ST. ANN, MISSOURI 63074 July 10, 2001

10, 2001

Captain Duane Woerth, President Air Line Pilots Association, International 1625 Massachusetts Avenue, N.W. Washington, DC 20036 1 JUL 16'01

#### Dear Duane:

I am writing to thank you for your support of our pilot group at the last Executive Board meeting. With your support, the Agenda Item pledging the full moral support and the necessary funding to enable our MEC to properly represent our pilots passed by acclamation.

As you know, the TWA pilots are fighting for fair treatment by both American Airlines and the Allied Pilots Association. The issues involved in this integration, however, reach beyond TWA pilots. The loss of our Scope due to the TWA acquisition by American has far reaching consequences for many ALPA pilots. The APA's concept of stapling of two thirds of our pilots flies in the face of fairness and professionalism. The very foundation of our profession, including seniority, relies on mutual respect between pilots and an appreciation for the rights of all pilots.

Our MEC is facing many significant obstacles and challenges, including extraordinary expenses for our Merger Committee and Merger Counsel. Another challenge facing our pilots is the public nature of the seniority integration negotiations. The APA unilaterally decided early on in the negotiations to release proposals into the public domain. In order to keep our membership equally informed we have also released information about the proposals.

Not surprisingly, the public nature of the negotiations has fueled miscommunication and misperceptions by both pilot groups, increasing tensions between our respective pilot groups. A major initiative of our MEC, therefore, has been a communications campaign to ensure that our pilots and other ALPA pilots have accurate information in order to counter this misinformation.

Enclosed is a copy of a video presentation that was produced with your assistance and the assistance of the ALPA communications department. In addition to the video, I am enclosing recent print communications that provide additional information on our seniority integration.

Once again, I would like to thank you for your support of our pilot group. The ongoing support of our Association is crucial to our future success.

Sincerely,

Captain Robert A. Pastore

Master Chairman

cc: TWA MEC

SCHEDULE WITH SAFETY • SPRILIATED WITH AFL-CIC